

WESTERN ASSET EMERGING MARKETS INCOME FUND II INC.  
Form N-CSRS  
January 29, 2010

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 811-7686

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

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

10041  
(Zip code)

Robert I. Frenkel, Esq.  
Legg Mason & Co., LLC  
100 First Stamford Place  
Stamford, CT 06902  
(Name and address of agent for service)

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

Date of fiscal year May 31  
end:

Date of reporting period: November 30, 2009

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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 / NOVEMBER 30, 2009**

**Western Asset Emerging Markets Income Fund Inc.**

**(EMD)**

Managed by **WESTERN ASSET**

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

**Fund objectives**

The Fund's primary investment objective is to seek high current income. As a secondary objective, the Fund seeks capital appreciation.

**What's inside**

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

**Letter from the chairman**

Dear Shareholder,

While the U.S. economy was weak during the first half of the six-month reporting period ended November 30, 2009, the lengthiest recession since the Great Depression finally appeared to have ended during the second half of the period.

Looking back, the U.S. Department of Commerce reported that fourth quarter 2008 U.S. gross domestic product ( GDP )i contracted 5.4%. Economic weakness accelerated during the first quarter of 2009, as GDP fell 6.4%. However, the economic environment started to get relatively better during the second quarter, as GDP fell 0.7%. The economy's more modest contraction was due, in part, to smaller declines in both exports and business spending. After contracting four consecutive quarters, the Commerce Department reported that third quarter 2009 GDP growth was 2.2%. A variety of factors helped the economy to expand, including the government's \$787 billion stimulus program and its Cash for Clunkers car rebate program, which helped spur an increase in car sales.

Even before GDP advanced in the third quarter, there were signs that the economy was starting to regain its footing. The manufacturing sector, as measured by the Institute for Supply Management's PMI<sup>ii</sup>, rose to 52.9 in August 2009, the first time it surpassed 50 since January 2008 (a reading below 50 indicates a contraction, whereas a reading above 50 indicates an expansion). PMI data subsequently showed that manufacturing expanded from September through November as well.

The housing market also saw some improvement during the reporting period. According to its most recent data, the S&P/Case-Shiller Home Price Index<sup>iii</sup> indicated that home prices rose for the fourth straight month in September. In addition, the Commerce Department reported that, during October, sales of existing homes reached their highest level in two years.

One area that remained weak and could hamper the magnitude of economic recovery was the labor market. While monthly job losses have



**Letter from the chairman *continued***

moderated compared to earlier in the year, the unemployment rate remained elevated during the reporting period. After reaching a twenty-six-year high of 10.2% in October 2009, the unemployment rate fell to 10.0% in November. Since December 2007, the unemployment rate has more than doubled and the number of unemployed workers has risen by 8.2 million.

The Federal Reserve Board ( Fed )iv continued to pursue an accommodative monetary policy during the reporting period. After reducing the federal funds rate from 5.25% in August 2007 to a range of 0 to 1/4 percent in December 2008 a historic low the Fed maintained this stance through the end of 2009. In conjunction with its December 2009 meeting, the Fed said that it will maintain the target range for the federal funds rate at 0 to 1/4 percent and continues to anticipate that economic conditions, including low rates of resource utilization, subdued inflation trends, and stable inflation expectations, are likely to warrant exceptionally low levels of the federal funds rate for an extended period.

Both short- and long-term Treasury yields fluctuated during the reporting period. When the period began, Treasury yields were extremely low, given numerous flights to quality that were triggered by the fallout from last year's financial crisis. After starting the period at 0.92% and 3.47%, respectively, two- and ten-year Treasury yields initially moved sharply higher (and their prices lower). Two-year yields peaked at 1.42% on June 8, 2009 and ten-year yields peaked at 3.98% on June 10th, before falling and ending the reporting period at 0.67% and 3.21%, respectively. In a reversal from 2008, investor risk aversion faded during the six-month reporting period, driving spread sector (non-Treasury) prices higher. For the six months ended November 30, 2009, the Barclays Capital U.S. Aggregate Indexvi returned 6.21%.

The high-yield bond market produced very strong results for the six months ended November 30, 2009. In sharp contrast to its poor results in late 2008 and February 2009, the asset class posted positive returns during all six months of the reporting period. This strong rally was due to a variety of factors, including the unfreezing of the credit markets, improving economic data and strong investor demand. All told, over the six months ended November 30, 2009, the Citigroup High Yield Market Indexvii returned 20.33%.

Emerging market debt prices rallied sharply posting positive returns during all six months of the reporting period. This was triggered by rising commodity prices, optimism that the worst of the global recession was over and increased investor risk appetite. Over the six months ended November 30, 2009, the JPMorgan Emerging Markets Bond Index Global ( EMBI Global )viii returned 13.00%.

**II** Western Asset Emerging Markets Income Fund Inc.

**Performance review**

For the six months ended November 30, 2009, Western Asset Emerging Markets Income Fund Inc. returned 19.30% based on its net asset value ( NAV )ix and 28.03% based on its New York Stock Exchange ( NYSE ) market price per share. The Fund’s unmanaged benchmark, the EMBI Global, returned 13.00% over the same time frame. The Lipper Emerging Markets Debt Closed-End Funds Category Averagex returned 17.16% for the same period. Please note that Lipper performance returns are based on each fund’s NAV.

During the six-month period, the Fund made distributions to shareholders totaling \$0.50 per share, which may have included a return of capital. The performance table shows the Fund’s six-month total return based on its NAV and market price as of November 30, 2009. **Past performance is no guarantee of future results.**

**PERFORMANCE SNAPSHOT** as of November 30, 2009 (unaudited)

PRICE PER SHARE	6-MONTH TOTAL RETURN* (not annualized)
\$14.06 (NAV)	19.30%
\$12.37 (Market Price)	28.03%

**All figures represent past performance and are not a guarantee of future results.**

**\* Total returns are based on changes in NAV or market price, respectively. Total returns assume the reinvestment of all distributions, including returns of capital, if any, in additional shares in accordance with the Fund’s Dividend Reinvestment Plan.**

**A special note regarding increased market volatility**

Dramatically higher volatility in the financial markets has been very challenging for many investors. Market movements have been rapid sometimes in reaction to economic news, and sometimes creating the news. In the midst of this evolving market environment, we at Legg Mason want to do everything we can to help you reach your financial goals. Now, as always, we remain committed to providing you with excellent service and a full spectrum of investment choices. Rest assured, we will continue to work hard to ensure that our investment managers make every effort to deliver strong long-term results.

We also remain committed to supplementing the support you receive from your financial advisor. One way we accomplish this is through our enhanced





**Letter from the chairman *continued***

website, [www.leggmason.com/cef](http://www.leggmason.com/cef). Here you can gain immediate access to many special features to help guide you through difficult times, including:

- Fund prices and performance,
- Market insights and commentaries from our portfolio managers, and
- A host of educational resources.

During periods of market unrest, it is especially important to work closely with your financial advisor and remember that reaching one's investment goals unfolds over time and through multiple market cycles. Time and again, history has shown that, over the long run, the markets have eventually recovered and grown.

**Information about your fund**

Important information with regard to recent regulatory developments that may affect the Fund is contained in the Notes to Financial Statements included in this report.

**Looking for additional information?**

The Fund is traded under the symbol **EMD** and its closing market price is available in most newspapers under the NYSE listings. The daily NAV is available on-line under the symbol **XEMDX** 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.leggmason.com/cef](http://www.leggmason.com/cef).

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 Standard Time, for the Fund's current NAV, market price and other information.

As always, thank you for your confidence in our stewardship of your assets. We look forward to helping you meet your financial goals.

Sincerely,

**R. Jay Gerken, CFA**

Chairman, President and Chief Executive Officer

December 24, 2009

IV Western Asset Emerging Markets Income Fund Inc.

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.

**RISKS:** As interest rates rise, bond prices fall, reducing the value of the Fund's holdings. Foreign bonds are subject to certain risks of overseas investing including currency fluctuations and changes in political and economic conditions, which could result in significant market fluctuations. These risks are magnified in emerging or developing markets. High-yield bonds are subject to additional risks such as increased risk of default and greater volatility because of the lower credit quality of the issues. 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. Leverage may magnify gains and increase losses in the Fund's portfolio.

All index performance reflects no deduction for fees, expenses or taxes. Please note that an investor cannot invest directly in an index.

- 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 manufacturing sector.
- iii The S&P/Case-Shiller Home Price Index measures the residential housing market, tracking changes in the value of the residential real estate market in twenty metropolitan regions across the United States.
- iv 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.
- v 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.
- vi The Barclays Capital 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.
- vii The Citigroup High Yield Market Index is a broad-based unmanaged index of high-yield securities.
- viii 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.
- ix Net asset value ( NAV ) is calculated by subtracting total liabilities and outstanding preferred stock (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.
- 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 November 30, 2009, including the reinvestment of all distributions, including returns of capital, if any, calculated among the 9 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 graphs above represent the composition of the Fund's investments as of November 30, 2009 and May 31, 2009, and do not include derivatives. The Fund is actively managed. As a result, the composition of the Fund's investments is subject to change at any time.



## Schedule of investments (unaudited)

November 30, 2009

## WESTERN ASSET EMERGING MARKETS INCOME FUND INC.

FACE AMOUNT	SECURITY	VALUE
SOVEREIGN BONDS 47.2%		
	<b>Argentina 4.5%</b>	
	Republic of Argentina:	
2,000,000DEM	10.250% due 2/6/03(a)	\$ 636,664
1,000,000DEM	9.000% due 9/19/03(a)	300,114
3,500,000DEM	7.000% due 3/18/04(a)	1,080,603
3,875,000DEM	8.500% due 2/23/05(a)	1,214,959
5,400,000DEM	11.250% due 4/10/06(a)	1,703,460
1,000,000EUR	9.000% due 4/26/06(a)	607,601
550,000EUR	9.000% due 7/6/10(a)	326,961
1,000,000DEM	11.750% due 5/20/11(a)	312,579
8,800,000DEM	12.000% due 9/19/16(a)	2,666,318
950,000DEM	11.750% due 11/13/26(a)	283,287
5,165,000	7.000% due 9/12/13	4,257,251
	GDP Linked Securities:	
3,195,000	1.330% due 12/15/35(b)	277,965
3,800,000EUR	1.985% due 12/15/35(b)	285,047
20,189,523ARS	2.458% due 12/15/35(b)	412,875
	Medium-Term Notes:	
6,500,000,000ITL	7.000% due 3/18/04(a)	1,888,609
3,000,000,000ITL	5.002% due 7/13/05(a)	883,288
1,000,000EUR	10.000% due 2/22/07(a)	620,728
1,000,000,000ITL	7.625% due 8/11/07(a)	302,178
625,000DEM	8.000% due 10/30/09(a)(c)	185,774
	<i>Total Argentina</i>	<i>18,246,261</i>
	<b>Brazil 5.4%</b>	
	Brazil Nota do Tesouro Nacional, Notes:	
1,419,000BRL	10.000% due 7/1/10	813,112
32,118,000BRL	10.000% due 1/1/12	17,731,898
	Federative Republic of Brazil:	
2,556,000	7.125% due 1/20/37	3,037,806
944	Collective Action Securities, Notes, 8.000% due 1/15/18	1,107
	<i>Total Brazil</i>	<i>21,583,923</i>
	<b>Colombia 3.9%</b>	
	Republic of Colombia:	
8,701,000	7.375% due 9/18/37	9,984,398
4,926,000	Senior Notes, 7.375% due 3/18/19	5,768,346
	<i>Total Colombia</i>	<i>15,752,744</i>
	<b>Gabon 0.6%</b>	
2,160,000	Gabonese Republic, 8.200% due 12/12/17(d)	2,208,600

See Notes to Financial Statements.

2 Western Asset Emerging Markets Income Fund Inc. 2009 Semi-Annual Report

## WESTERN ASSET EMERGING MARKETS INCOME FUND INC.

FACE AMOUNT	SECURITY	VALUE
	<b>Indonesia 2.6%</b>	
	Republic of Indonesia:	
10,904,000,000IDR	10.250% due 7/15/22	\$ 1,135,746
21,720,000,000IDR	11.000% due 9/15/25	2,338,581
21,034,000,000IDR	10.250% due 7/15/27	2,138,612
25,039,000,000IDR	9.750% due 5/15/37	2,406,392
2,220,000	Senior Bonds, 6.875% due 1/17/18(d)	2,369,850
	<i>Total Indonesia</i>	<i>10,389,181</i>
	<b>Mexico 3.9%</b>	
	United Mexican States, Medium-Term Notes:	
8,175,000	8.000% due 9/24/22	10,259,625
5,334,000	6.050% due 1/11/40	5,480,685
	<i>Total Mexico</i>	<i>15,740,310</i>
	<b>Panama 3.4%</b>	
	Republic of Panama:	
1,664,000	7.250% due 3/15/15	1,911,936
2,283,000	9.375% due 4/1/29	3,230,445
7,710,000	6.700% due 1/26/36	8,481,000
	<i>Total Panama</i>	<i>13,623,381</i>
	<b>Peru 3.1%</b>	
	Republic of Peru:	
169,000	8.750% due 11/21/33	228,995
2,725,000	6.550% due 3/14/37	2,936,188
	Global Senior Bonds:	
3,550,000	8.375% due 5/3/16	4,366,500
4,300,000	7.350% due 7/21/25	5,106,250
	<i>Total Peru</i>	<i>12,637,933</i>
	<b>Qatar 0.3%</b>	
1,080,000	State of Qatar, Senior Notes, 4.000% due 1/20/15(d)	1,086,750
	<b>Russia 5.9%</b>	
	Russian Federation:	
110,000	11.000% due 7/24/18(d)	154,275
617,000	12.750% due 6/24/28(d)	1,070,557
19,869,720	7.500% due 3/31/30(d)	22,603,793
	<i>Total Russia</i>	<i>23,828,625</i>
	<b>Turkey 7.9%</b>	
	Republic of Turkey:	
3,348,000	11.875% due 1/15/30	5,407,020
25,804,000	Notes, 6.875% due 3/17/36	26,384,590
100,000	Senior Notes, 7.500% due 7/14/17	114,250
	<i>Total Turkey</i>	<i>31,905,860</i>

See Notes to Financial Statements.

Schedule of investments (unaudited) *continued*

November 30, 2009

## WESTERN ASSET EMERGING MARKETS INCOME FUND INC.

FACE AMOUNT	SECURITY	VALUE
860,000	<b>United Arab Emirates 0.2%</b> MDC-GMTN B.V., Senior Notes, 5.750% due 5/6/14(d)	\$ 913,612
	<b>Venezuela 5.5%</b> Bolivarian Republic of Venezuela:	
6,694,000	8.500% due 10/8/14	5,304,995
9,192,000	5.750% due 2/26/16(d)	5,745,000
1,920,000	7.000% due 12/1/18(d)	1,176,000
933,000	7.650% due 4/21/25	524,813
	Collective Action Securities:	
7,239,000	9.375% due 1/13/34	4,940,617
4,600,000	Notes, 10.750% due 9/19/13	4,255,000
	<i>Total Venezuela</i>	21,946,425
	<b>TOTAL SOVEREIGN BONDS</b> (Cost \$178,967,539)	189,863,605
<b>COLLATERALIZED SENIOR LOANS 0.5%</b>	<b>United States 0.5%</b> Ashmore Energy International:	
248,796	Synthetic Revolving Credit Facility, 3.234% due 12/30/09(e)(f)	228,582
1,923,618	Term Loan, 3.283% due 12/31/09(e)(f)	1,767,324
	<b>TOTAL COLLATERALIZED SENIOR LOANS</b> (Cost \$1,950,166)	1,995,906
<b>CORPORATE BONDS &amp; NOTES 44.6%</b>	<b>Brazil 7.5%</b> Centrais Eletricas Brasileiras SA, Senior Notes:	
1,860,000	6.875% due 7/30/19(d)	1,987,875
1,800,000	6.875% due 7/30/19(d)	1,923,750
980,000	Gerdau Holdings Inc., Senior Notes, 7.000% due 1/20/20(d)	977,060
	Globo Comunicacoes e Participacoes SA:	
2,556,000	7.250% due 4/26/22(d)	2,664,630
110,000	Senior Bonds, 7.250% due 4/26/22(d)	114,675
	GTL Trade Finance Inc. Senior Notes:	
730,000	7.250% due 10/20/17(d)	754,638
1,263,000	7.250% due 10/20/17(d)	1,305,626
950,000	NET Servicos de Comunicacao SA, Bonds, 7.500% due 1/27/20(d)	955,937
	Odebrecht Finance Ltd.:	
560,000	7.500% due 10/18/17(d)	569,800
2,440,000	Senior Notes, 7.000% due 4/21/20(d)	2,385,100
	Vale Overseas Ltd., Notes:	
2,436,000	8.250% due 1/17/34	2,906,382
13,228,000	6.875% due 11/21/36	13,531,014
	<i>Total Brazil</i>	30,076,487

See Notes to Financial Statements.

4 Western Asset Emerging Markets Income Fund Inc. 2009 Semi-Annual Report

## WESTERN ASSET EMERGING MARKETS INCOME FUND INC.

FACE AMOUNT	SECURITY	VALUE
3,710,000	<b>Cayman Islands 0.9%</b> Petrobras International Finance Co., Senior Notes, 6.875% due 1/20/40	\$ 3,838,644
2,287,000	<b>Chile 1.4%</b> Celulosa Arauco y Constitucion SA, Senior Notes, 7.250% due 7/29/19	2,530,906
2,894,000	Enersis SA, Notes, 7.375% due 1/15/14	3,241,813
	<i>Total Chile</i>	5,772,719
1,040,000	<b>China 0.2%</b> Galaxy Entertainment Finance Co., Ltd., Senior Notes, 6.218% due 12/15/10(b)(d)	1,034,800
2,600,000	<b>Colombia 1.5%</b> Ecopetrol SA, Senior Notes, 7.625% due 7/23/19	2,947,880
720,000	EEB International Ltd.: 8.750% due 10/31/14(d)	790,200
1,120,000	Senior Bonds, 8.750% due 10/31/14(d)	1,229,200
870,000	Empresas Publicas de Medellin ESP, Senior Notes, 7.625% due 7/29/19(d)	983,100
	<i>Total Colombia</i>	5,950,380
570,000	<b>India 0.2%</b> ICICI Bank Ltd., Subordinated Bonds: 6.375% due 4/30/22(b)(d)	502,470
454,000	6.375% due 4/30/22(b)(d)	400,780
	<i>Total India</i>	903,250
5,017,000	<b>Ireland 1.3%</b> VIP Finance Ireland Ltd. for OJSC Vimpel Communications, Loan Participation Notes, Secured Notes, 8.375% due 4/30/13(d)	5,243,568
7,070,000	<b>Kazakhstan 1.9%</b> KazMunaiGaz Finance Sub B.V., Senior Notes, 8.375% due 7/2/13(d)	7,483,350
12,910,000	<b>Malaysia 3.8%</b> Petronas Capital Ltd.: 5.250% due 8/12/19(d)	13,354,078
1,758,000	5.250% due 8/12/19(d)	1,805,371
	<i>Total Malaysia</i>	15,159,449
4,868,000	<b>Mexico 8.1%</b> America Movil SAB de CV, Senior Notes, 5.625% due 11/15/17	5,234,356
8,540,000	Axtel SAB de CV, Senior Notes: 7.625% due 2/1/17(d)	8,326,500
2,156,000	7.625% due 2/1/17(d)	2,096,710
4,050,000	Grupo Televisa SA: Senior Bonds, 6.625% due 1/15/40(d)	3,994,312
1,910,000	Senior Notes, 6.625% due 3/18/25	1,927,511

See Notes to Financial Statements.

Schedule of investments (unaudited) *continued*

November 30, 2009

## WESTERN ASSET EMERGING MARKETS INCOME FUND INC.

FACE AMOUNT	SECURITY	VALUE
	<b>Mexico 8.1%<i>continued</i></b>	
320,000	Kansas City Southern de Mexico, Senior Notes, 9.375% due 5/1/12	\$ 328,800
10,591,000	Pemex Project Funding Master Trust, Senior Bonds, 6.625% due 6/15/35	10,662,447
130,000	Petroleos Mexicanos, Notes, 8.000% due 5/3/19	153,400
	<i>Total Mexico</i>	<i>32,724,036</i>
	<b>Qatar 1.4%</b>	
	Ras Laffan Liquefied Natural Gas Co., Ltd. III, Senior Secured Bonds:	
2,640,000	5.500% due 9/30/14(d)	2,785,525
2,429,000	6.750% due 9/30/19(d)	2,684,878
	<i>Total Qatar</i>	<i>5,470,403</i>
	<b>Russia 11.7%</b>	
	Evraz Group SA, Notes:	
2,265,000	8.875% due 4/24/13(d)	2,259,337
730,000	8.875% due 4/24/13(d)	733,650
810,000	9.500% due 4/24/18(d)	816,075
	LUKOIL International Finance BV:	
5,216,000	Bonds, 6.656% due 6/7/22(d)	5,098,640
1,459,000	Notes, 6.356% due 6/7/17(d)	1,426,173
	RSHB Capital, Loan Participation Notes:	
	Secured Notes:	
6,890,000	7.125% due 1/14/14(d)	7,186,959
3,750,000	7.125% due 1/14/14(d)	3,969,750
3,563,000	Senior Secured Bonds, 6.299% due 5/15/17(d)	3,564,781
	Senior Secured Notes:	
3,414,000	7.175% due 5/16/13(d)	3,612,353
2,630,000	7.175% due 5/16/13(d)	2,761,500
5,580,000	9.000% due 6/11/14(d)	6,275,268
	TNK-BP Finance SA:	
2,387,000	6.625% due 3/20/17(d)	2,267,650
218,000	7.875% due 3/13/18(d)	219,908
	Senior Notes:	
2,105,000	7.500% due 3/13/13(d)	2,199,725
2,110,000	7.500% due 7/18/16(d)	2,141,650
720,000	7.500% due 7/18/16(d)	723,600
310,000	7.875% due 3/13/18(d)	311,550
657,000	UBS Luxembourg SA for OJSC Vimpel Communications, Loan Participation Notes, 8.250% due 5/23/16(d)	665,213

See Notes to Financial Statements.





**WESTERN ASSET EMERGING MARKETS INCOME FUND INC.**

FACE AMOUNT	SECURITY	VALUE
	<b>Russia 11.7%<i>continued</i></b>	
750,000	Vimpel Communications, Loan Participation Notes, 8.375% due 4/30/13(d)	\$ 781,875
	<i>Total Russia</i>	<i>47,015,657</i>
	<b>Thailand 2.2%</b>	
430,000	True Move Co., Ltd.: 10.750% due 12/16/13(d)	