

WESTERN ASSET EMERGING MARKETS INCOME FUND INC.
Form N-Q
October 22, 2014

UNITED STATES

SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

FORM N-Q

QUARTERLY SCHEDULE OF PORTFOLIO HOLDINGS OF REGISTERED

MANAGEMENT INVESTMENT COMPANY

Investment Company Act file number **811-07686**

Western Asset Emerging Markets Income Fund 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: 1-888-777-0102

Date of fiscal year end: **May 31**

Date of reporting period: **August 31, 2014**

ITEM 1. SCHEDULE OF INVESTMENTS.

WESTERN ASSET EMERGING MARKETS INCOME FUND INC.

FORM N-Q

AUGUST 31, 2014

WESTERN ASSET EMERGING MARKETS INCOME FUND INC.

Schedule of investments (unaudited)

August 31, 2014

SECURITY	RATE	MATURITY DATE	FACE AMOUNT	VALUE
SOVEREIGN BONDS - 59.6%				
Angola - 0.2%				
Republic of Angola, Senior Notes	7.000%	8/16/19	620,000	\$ 681,597 ^(a)
Argentina - 2.2%				
Republic of Argentina, Senior Bonds	7.000%	10/3/15	9,961,000	9,193,250
Brazil - 4.0%				
Federative Republic of Brazil, Notes	10.000%	1/1/17	33,465,000 ^{BRL}	14,591,846
Federative Republic of Brazil, Senior Bonds	7.125%	1/20/37	1,337,000	1,768,182 ^(b)
Federative Republic of Brazil, Senior Notes	8.000%	1/15/18	389	436
<i>Total Brazil</i>				16,360,464
Chile - 1.8%				
Banco del Estado de Chile, Senior Notes	4.125%	10/7/20	380,000	403,151 ^(c)
Corporacion Nacional del Cobre de Chile, Senior Notes	3.750%	11/4/20	1,190,000	1,242,479 ^(c)
Corporacion Nacional del Cobre de Chile, Senior Notes	3.875%	11/3/21	1,970,000	2,068,880 ^{(b)(c)}
Corporacion Nacional del Cobre de Chile, Senior Notes	3.000%	7/17/22	1,371,000	1,352,786 ^{(a)(b)}
Corporacion Nacional del Cobre de Chile, Senior Notes	3.000%	7/17/22	650,000	641,365 ^(c)
Republic of Chile, Senior Notes	3.875%	8/5/20	1,750,000	1,894,375 ^(b)
<i>Total Chile</i>				7,603,036
Colombia - 4.2%				
Republic of Colombia, Senior Bonds	4.375%	7/12/21	400,000	432,200 ^(b)
Republic of Colombia, Senior Bonds	4.000%	2/26/24	2,740,000	2,870,150 ^(b)
Republic of Colombia, Senior Bonds	7.375%	9/18/37	5,781,000	8,081,838 ^(b)
Republic of Colombia, Senior Bonds	6.125%	1/18/41	760,000	944,300 ^(b)
Republic of Colombia, Senior Notes	7.375%	3/18/19	4,076,000	4,948,264 ^(b)
<i>Total Colombia</i>				17,276,752
Costa Rica - 0.4%				
Republic of Costa Rica, Notes	7.000%	4/4/44	1,680,000	1,797,600 ^(c)
Croatia - 1.5%				
Republic of Croatia, Notes	5.500%	4/4/23	2,600,000	2,726,620 ^(c)
Republic of Croatia, Senior Notes	6.625%	7/14/20	1,360,000	1,516,400 ^(c)
Republic of Croatia, Senior Notes	5.500%	4/4/23	1,740,000	1,824,738 ^(a)
<i>Total Croatia</i>				6,067,758
Ecuador - 0.5%				
Republic of Ecuador, Senior Bonds	7.950%	6/20/24	2,084,000	2,229,880 ^(c)
Gabon - 0.3%				
Gabonese Republic, Bonds	6.375%	12/12/24	1,320,000	1,455,300 ^(c)

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Hungary - 2.0%

Republic of Hungary, Senior Notes	4.000%	3/25/19	3,510,000	3,613,377
Republic of Hungary, Senior Notes	5.750%	11/22/23	4,076,000	4,503,980

Total Hungary

8,117,357

Indonesia - 6.1%

Republic of Indonesia, Notes	3.750%	4/25/22	10,040,000	9,964,700 ^{(a)(b)}
Republic of Indonesia, Notes	5.250%	1/17/42	7,140,000	7,309,575 ^(c)
Republic of Indonesia, Notes	5.250%	1/17/42	600,000	614,250 ^(a)
Republic of Indonesia, Senior Bonds	6.875%	1/17/18	420,000	480,900 ^(a)
Republic of Indonesia, Senior Bonds	6.625%	2/17/37	1,105,000	1,309,425 ^(a)
Republic of Indonesia, Senior Notes	4.875%	5/5/21	1,005,000	1,079,119 ^{(b)(c)}

See Notes to Schedule of Investments.

WESTERN ASSET EMERGING MARKETS INCOME FUND INC.

Schedule of investments (unaudited) (cont d)

August 31, 2014

SECURITY	RATE	MATURITY DATE	FACE AMOUNT	VALUE
Indonesia - 6.1% (continued)				
Republic of Indonesia, Senior Notes	3.375%	4/15/23	1,595,000	\$ 1,529,206 ^{(c)(d)}
Republic of Indonesia, Senior Notes	5.875%	1/15/24	2,399,000	2,737,859 ^{(c)(d)}
<i>Total Indonesia</i>				25,025,034
Ivory Coast - 0.6%				
Republic of Cote D'Ivoire, Bonds	5.375%	7/23/24	2,590,000	2,551,150 ^(c)
Kenya - 0.3%				
Republic of Kenya, Senior Notes	5.875%	6/24/19	1,120,000	1,166,480 ^(c)
Lithuania - 1.1%				
Republic of Lithuania, Senior Notes	6.125%	3/9/21	3,920,000	4,615,800 ^{(b)(c)}
Mexico - 4.9%				
United Mexican States, Bonds	8.000%	6/11/20	63,981,100 ^{MXN}	5,626,285 ^(b)
United Mexican States, Bonds	6.500%	6/9/22	17,685,600 ^{MXN}	1,436,732 ^(b)
United Mexican States, Bonds	10.000%	12/5/24	19,610,000 ^{MXN}	1,994,524
United Mexican States, Bonds	8.500%	11/18/38	32,775,800 ^{MXN}	3,090,228
United Mexican States, Bonds	7.750%	11/13/42	51,600 ^{MXN}	4,517
United Mexican States, Medium-Term Notes	6.050%	1/11/40	4,000	5,020
United Mexican States, Senior Notes	5.125%	1/15/20	100,000	113,750 ^(b)
United Mexican States, Senior Notes	3.625%	3/15/22	1,056,000	1,101,936 ^(b)
United Mexican States, Senior Notes	4.000%	10/2/23	5,460,000	5,794,425 ^(d)
United Mexican States, Senior Notes	4.750%	3/8/44	806,000	849,524 ^(b)
<i>Total Mexico</i>				20,016,941
Nigeria - 0.2%				
Republic of Nigeria, Senior Notes	5.125%	7/12/18	400,000	414,500 ^(a)
Republic of Nigeria, Senior Notes	6.375%	7/12/23	400,000	441,080 ^(c)
<i>Total Nigeria</i>				855,580
Pakistan - 0.5%				
Republic of Pakistan, Bonds	7.250%	4/15/19	1,740,000	1,774,800 ^(c)
Republic of Pakistan, Senior Bonds	6.875%	6/1/17	200,000	206,000 ^(a)
<i>Total Pakistan</i>				1,980,800
Paraguay - 0.4%				
Republic of Paraguay, Senior Bonds	4.625%	1/25/23	300,000	314,250 ^(a)
Republic of Paraguay, Senior Notes	6.100%	8/11/44	1,260,000	1,354,500 ^(c)
<i>Total Paraguay</i>				1,668,750
Peru - 4.3%				

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Republic of Peru, Bonds	6.550%	3/14/37	1,620,000	2,106,000 ^(b)
Republic of Peru, Global Senior Bonds	7.350%	7/21/25	4,300,000	5,805,000
Republic of Peru, Senior Bonds	8.750%	11/21/33	5,705,000	8,956,850 ^(b)
Republic of Peru, Senior Bonds	5.625%	11/18/50	757,000	897,045 ^(b)
<i>Total Peru</i>				<i>17,764,895</i>
Poland - 2.9%				
Republic of Poland, Senior Notes	6.375%	7/15/19	1,840,000	2,190,476 ^(b)
Republic of Poland, Senior Notes	5.125%	4/21/21	3,910,000	4,435,457 ^(b)
Republic of Poland, Senior Notes	5.000%	3/23/22	4,670,000	5,256,085 ^(b)
<i>Total Poland</i>				<i>11,882,018</i>
Romania - 0.1%				
Republic of Romania, Senior Notes	4.875%	1/22/24	530,000	569,750 ^(c)
Russia - 4.6%				
Russian Foreign Bond - Eurobond, Senior Bonds	11.000%	7/24/18	110,000	139,040 ^(a)
Russian Foreign Bond - Eurobond, Senior Bonds	12.750%	6/24/28	617,000	1,012,941 ^(a)
Russian Foreign Bond - Eurobond, Senior Bonds	7.500%	3/31/30	12,258,075	13,667,754 ^(a)
Russian Foreign Bond - Eurobond, Senior Notes	5.625%	4/4/42	4,000,000	3,930,400 ^(c)
<i>Total Russia</i>				<i>18,750,135</i>

See Notes to Schedule of Investments.

WESTERN ASSET EMERGING MARKETS INCOME FUND INC.

Schedule of investments (unaudited) (cont d)

August 31, 2014

SECURITY	RATE	MATURITY DATE	FACE AMOUNT	VALUE
Sri Lanka - 0.9%				
Republic of Sri Lanka, Senior Bonds	6.000%	1/14/19	2,750,000	\$ 2,915,000 ^(c)
Republic of Sri Lanka, Senior Bonds	5.125%	4/11/19	930,000	960,225 ^(c)
<i>Total Sri Lanka</i>				3,875,225
Turkey - 8.1%				
Republic of Turkey, Notes	6.750%	5/30/40	1,900,000	2,289,975 ^(b)
Republic of Turkey, Notes	4.875%	4/16/43	500,000	487,500 ^(b)
Republic of Turkey, Senior Bonds	5.625%	3/30/21	1,070,000	1,181,601 ^(b)
Republic of Turkey, Senior Bonds	5.750%	3/22/24	920,000	1,026,260 ^(b)
Republic of Turkey, Senior Bonds	11.875%	1/15/30	3,348,000	5,875,740 ^(b)
Republic of Turkey, Senior Notes	7.500%	7/14/17	100,000	113,867
Republic of Turkey, Senior Notes	6.875%	3/17/36	18,390,000	22,464,304 ^(b)
<i>Total Turkey</i>				33,439,247
Ukraine - 0.9%				
Republic of Ukraine, Senior Notes	6.750%	11/14/17	2,060,000	1,826,087 ^(a)
Republic of Ukraine, Senior Notes	7.750%	9/23/20	834,000	734,963 ^(a)
Republic of Ukraine, Senior Notes	7.800%	11/28/22	1,240,000	1,092,750 ^(a)
<i>Total Ukraine</i>				3,653,800
Venezuela - 6.4%				
Bolivarian Republic of Venezuela, Global Senior Bonds	8.500%	10/8/14	6,694,000	6,670,571 ^(b)
Bolivarian Republic of Venezuela, Senior Bonds	5.750%	2/26/16	7,376,000	6,782,232 ^(a)
Bolivarian Republic of Venezuela, Senior Bonds	9.250%	9/15/27	815,000	645,888 ^(b)
Bolivarian Republic of Venezuela, Senior Bonds	9.375%	1/13/34	7,239,000	5,519,737 ^(b)
Bolivarian Republic of Venezuela, Senior Notes	7.000%	12/1/18	1,920,000	1,539,840 ^{(a)(b)}
Bolivarian Republic of Venezuela, Senior Notes	7.750%	10/13/19	5,640,000	4,497,900 ^(a)
Bolivarian Republic of Venezuela, Senior Notes	7.650%	4/21/25	933,000	655,432
<i>Total Venezuela</i>				26,311,600
Vietnam - 0.2%				
Republic of Vietnam, Senior Bonds	6.750%	1/29/20	570,000	649,800 ^(a)
TOTAL SOVEREIGN BONDS				
(Cost - \$230,077,548)				245,559,999
CONVERTIBLE BONDS & NOTES - 0.2%				
TELECOMMUNICATION SERVICES - 0.2%				
Diversified Telecommunication Services - 0.2%				
Axtel SAB de CV, Senior Secured Notes, Step Bond				
(Cost - \$829,082)	8.000%	1/31/20	5,881,900 ^{MXN}	877,107 ^{(b)(c)}

