

INTERMEDIATE MUNI FUND INC
Form N-Q
November 26, 2004

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 811-6506

Intermediate Muni Fund, Inc.

(Exact name of registrant as specified in charter)

125 Broad Street, New York, NY 10004

(Address of principal executive offices) (Zip code)

Robert I. Frenkel, Esq.

Smith Barney Fund Management LLC

300 First Stamford Place

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Stamford, CT 06902

(Name and address of agent for service)

Registrant's telephone number, including area code: 1-800-451-2010

Date of fiscal year end: December 31

Date of reporting period: September 30, 2004

ITEM 1. SCHEDULE OF INVESTMENTS

INTERMEDIATE MUNI FUND, INC.

FORM N-Q

SEPTEMBER 30, 2004

INTERMEDIATE MUNI FUND, INC.

Schedule of Investments (unaudited)

September 30, 2004

| FACE | | | |
|--------------------------|------------|---|------------------|
| AMOUNT | RATING (a) | SECURITY | VALUE |
| Alaska - 0.9% | | | |
| \$1,000,000 | NR | Alaska Industrial Development & Export Authority Revenue, Williams Lynxs Alaska Cargoport, 8.000% due 5/1/23 (b) | \$ 1,045,430 |
| 500,000 | AAA | Anchorage, AK GO, Refunding, FGIC-Insured, 6.000% due 10/1/14 | 595,765 |
| | | | <u>1,641,195</u> |
| Alabama - 3.0% | | | |
| 3,000,000 | AAA | Alabama State Public School & College Authority Revenue, 5.125% due 11/1/15 (c) | 3,233,220 |
| 334,127 | AAA | Birmingham, AL Medical Clinic Board Revenue, Baptist Medical Centers, 8.300% due 7/1/08 (d) | 377,737 |
| 1,000,000 | NR | Rainbow City, AL Special Health Care Facilities Financing Authority, (Regency Pointe Inc.), Series B, 7.250% due 1/1/06 | 905,940 |
| 1,000,000 | AAA | Saraland, AL GO, MBIA-Insured, 5.250% due 1/1/15 | 1,098,830 |
| | | | <u>5,615,727</u> |
| Arkansas - 1.4% | | | |
| 1,500,000 | BBB- | Arkansas State Development Finance Authority, Hospital Revenue, Washington Regional Medical Center, 7.000% due 2/1/15 | 1,655,460 |
| 1,000,000 | BB+ | Warren, AR Solid Waste Disposal Revenue, (Potlatch Corp. Project), 7.000% due 4/1/12 (b) | 1,047,340 |
| | | | <u>2,702,800</u> |
| Arizona - 1.2% | | | |
| 1,000,000 | A2 | Arizona Educational Loan Marketing Corp., Educational Loan Revenue, Sub-Series 6.625% due 9/1/05 (b) | 1,005,470 |
| 180,000 | AAA | Maricopa County, AZ Hospital Revenue: Samaritan Health Service, 7.625% due 1/1/08 (d) | 193,612 |
| 794,000 | AAA | St. Luke's Hospital Medical Center Project, 8.750% due 2/1/10 (d) | 930,235 |
| 145,000 | AAA | Pima County, AZ IDA, Single-Family Mortgage Revenue, Series A, GNMA/FNMA/FHLMC-Collateralized, 7.100% due 11/1/29 (b) | 152,454 |
| | | | <u>2,281,771</u> |
| California - 5.4% | | | |
| 1,500,000 | NR | Barona Band of Mission Indians, CA, 8.250% due 1/1/20 | 1,611,315 |
| 3,000,000 | AA- | California State Economic Recovery, Series A 5.000% due 7/1/17 (c) | 3,199,230 |
| 795,000 | NR | California Statewide COP, Community Development Authority Revenue Refunding, Hospital Triad Healthcare, 6.250% due 8/1/06 (d) | 837,803 |
| 15,000 | NR | Loma Linda, CA Community Hospital Corporation Revenue, 8.000% due 12/1/08 (d) | 18,131 |
| 1,200,000 | NR | Los Angeles, CA COP, Hollywood Presbyterian Medical Center, 9.625% due 7/1/13 (c)(d) | 1,560,792 |

See Notes to Schedule of Investments.

INTERMEDIATE MUNI FUND, INC.

Schedule of Investments (unaudited) (continued)

September 30, 2004

| <u>FACE AMOUNT</u> | <u>RATING (a)</u> | <u>SECURITY</u> | <u>VALUE</u> |
|--------------------------------------|-------------------|---|--------------|
| California - 5.4% (continued) | | | |
| \$ 500,000 | NR | Los Angeles, CA School District, MBIA-Insured, 9.058% due 7/1/18 | \$ 623,240 |
| 1,450,000 | AAA | Morgan Hill, CA School District, FGIC-Insured, 5.750% due 8/1/17 | 1,663,643 |
| 395,000 | AAA | San Francisco, CA Airport Improvement Corp. Lease Revenue, United Airlines Inc., 8.000% due 7/1/13 (d) | 488,196 |
| 130,000 | AAA | San Leandro, CA Hospital Revenue, Vesper Memorial Hospital, AMBAC-Insured, 11.500% due 5/1/11 (d) | 171,129 |
| | | | 10,173,479 |
| Colorado - 4.2% | | | |
| 1,860,000 | Aaa* | Broomfield, CO COP, Open Space Park & Recreational Facilities, AMBAC-Insured, 5.500% due 12/1/20 (c) | 2,053,477 |
| 1,000,000 | Baa3* | Colorado Educational and Cultural Facilities Authority Revenue, Charter School: Community Education Center, (Bromley East Project A), 7.000% due 9/15/20 | 1,037,130 |
| 500,000 | Baa2* | University Lab School Project, (call 6/1/11 @ 100) 6.125% due 6/1/21 (h) | 590,305 |
| 1,350,000 | AAA | University Lab School Project, 5.25% due 6/1/24 | 1,443,785 |
| 710,000 | BBB | Denver, CO Health & Hospital Authority Healthcare Revenue, Series A, 6.250% due 12/1/16 | 744,506 |
| 1,765,000 | AAA | Pueblo, CO Bridge Waterworks, Water Revenue Improvement, Series A, FSA-Insured 6.000% due 11/1/14 | 2,046,270 |
| | | | 7,915,473 |
| Connecticut - 3.3% | | | |
| 2,000,000 | AA | Connecticut State Health & Educational Facilities Authority Revenue, Bristol Hospital, Series B, 5.500% due 7/1/21 (c) | 2,205,540 |
| 1,855,000 | A | Connecticut State Special Obligation, Parking Revenue, Bradley International Airport, Series A, ACA-Insured, 6.375% due 7/1/12 (b) (c) | 2,062,296 |
| 1,500,000 | AAA | Connecticut State Special Tax Obligation Revenue, FSA-Insured, FLAIRS, 9.576% due 10/1/09 (e) | 1,861,860 |
| | | | 6,129,696 |
| District of Columbia - 0.6% | | | |
| 1,260,000 | BBB | District of Columbia, Tobacco Settlement Financing Corp., 6.250% due 5/15/24 | 1,211,767 |
| Florida - 4.6% | | | |
| 2,505,000 | AAA | Hillsborough County Florida, Aviation Authority Revenue, Tampa International Airport, Series C, 5.000% due 10/1/17 (c) | 2,712,237 |
| 215,000 | AAA | | 248,207 |

Lee County, FL Southwest Florida Regional Airport Revenue,
MBIA-Insured, 8.625% due 10/1/09 (d)

See Notes to Schedule of Investments.

INTERMEDIATE MUNI FUND, INC.

Schedule of Investments (unaudited) (continued)

September 30, 2004

| FACE | | | |
|-----------------------------------|------------|--|-------------------|
| AMOUNT | RATING (a) | SECURITY | VALUE |
| Florida - 4.6% (continued) | | | |
| \$ 1,625,000 | NR | Lee Memorial Health System Board of Directors, FL Hospital Revenue, FSA-Insured FLAIRS, 10.238% due 4/1/10 (c)(e) | \$ 2,089,263 |
| | | Orange County, FL Health Facilities Authority Revenue: Adventist Health Care: | |
| 1,500,000 | A | 6.250% due 11/15/24 | 1,647,795 |
| 545,000 | AAA | Southern Adventist Hospital Project, 8.750% due 10/1/09 (d) | 630,500 |
| 785,000 | NR | First Mortgage, Health Care Facilities, 8.750 due 7/1/11 | 787,575 |
| 595,000 | NR | Sanford, FL Airport Authority IDR, (Central Florida Terminals Inc. Project A), 7.500% due 5/1/06 (b) | 475,084 |
| | | | <u>8,590,661</u> |
| Georgia - 5.5% | | | |
| 1,000,000 | Aaa* | Athens, GA Housing Authority, Student Housing Lease Revenue, (University of Georgia - East Campus Project), AMBAC-Insured, 5.250% due 12/1/23 | 1,073,250 |
| 2,120,000 | AAA | Atlanta, GA Metropolitan Rapid Transit Authority, Sales Tax Revenue, Series E, 7.000% due 7/1/11 (c)(d) | 2,541,647 |
| 650,000 | A- | Chatham County, GA Hospital Authority Revenue, Memorial Health Medical Center, Series A, 6.000% due 1/1/17 | 707,740 |
| 2,895,000 | AAA | Fulton County, GA Development Authority Revenue, Georgia Tech Athletic Association 5.50% due 10/1/17 (c) | 3,273,521 |
| 1,000,000 | AAA | Gainesville, GA Water & Sewer Revenue, FSA-Insured, 5.375% due 11/15/20 | 1,093,390 |
| 500,000 | A | Georgia Municipal Electric Authority, Power System Revenue, Series X, 6.500% due 1/1/12 | 578,575 |
| 1,000,000 | AAA | Griffin, GA Combined Public Utility Revenue, AMBAC-Insured, 5.000% due 1/1/21 | 1,065,100 |
| | | | <u>10,333,223</u> |
| Hawaii - 1.1% | | | |
| 2,000,000 | BBB+ | Hawaii State Department of Budget & Finance, Special Purpose Revenue, Kapiolani Health Care System, 6.400% due 7/1/13 | 2,042,340 |
| Illinois - 5.5% | | | |
| 535,000 | C* | Bourbonnais, IL IDR Refunding, (Kmart Corp. Project), 6.600% due 10/1/06 (f) | 107,000 |
| 1,500,000 | AAA | Chicago, IL O Hare International Airport Revenue, Lien A-2, 5.750% due 1/1/19 (b) | 1,670,340 |
| 1,125,000 | AAA | Glendale Heights Illinois Hospital Revenue, (Glendale Heights Project), Series B, 7.10% due 12/1/15 (d) | 1,371,803 |

See Notes to Schedule of Investments.

INTERMEDIATE MUNI FUND, INC.

Schedule of Investments (unaudited) (continued)

September 30, 2004

| <u>FACE AMOUNT</u> | <u>RATING (a)</u> | <u>SECURITY</u> | <u>VALUE</u> |
|---|-------------------|--|--------------|
| Illinois - 5.5% (continued) | | | |
| \$ 1,000,000 | AA | Harvey, IL GO, Refunding, 6.700% due 2/1/09 (c) | \$ 1,023,920 |
| 500,000 | BBB | Illinois Development Finance Authority Revenue, (Chicago Charter School Foundation Project A), 5.250% due 12/1/12 | 522,900 |
| 745,000 | A | Illinois Development Finance Authority Revenue, East St. Louis, 6.875% due 11/15/05 | 763,573 |
| Illinois Health Facilities Authority Revenue: | | | |
| 530,000 | AAA | Methodist Medical Center Project, 9.000% due 10/1/10 (d) | 624,425 |
| 515,000 | AAA | Ravenswood Hospital Medical Center Project, 7.250% due 8/1/06 (d) | 549,175 |
| 1,300,000 | BBB | Illinois Health Facilities Authority Revenue Refunding, Friendship Village of Schaumburg, 6.650% due 12/1/06 | 1,302,691 |
| 1,310,000 | AAA | Kane County, IL GO, FGIC-Insured, 5.500% due 1/1/14 | 1,501,863 |
| Mount Vernon, IL Elderly Housing Corp., First Lien Revenue: | | | |
| 215,000 | Ba3* | 7.875% due 4/1/05 | 215,679 |
| 235,000 | Ba3* | 7.875% due 4/1/06 | 235,437 |
| 250,000 | Ba3* | 7.875% due 4/1/07 | 250,755 |
| 270,000 | Ba3* | 7.875% due 4/1/08 | 270,756 |
| | | | 10,410,317 |
| Indiana - 2.0% | | | |
| 800,000 | AAA | Ball State, University of Indiana, University Revenue, Series K, FGIC-Insured, 5.750% due 7/1/20 | 900,560 |
| De Kalb County, IN Industrial Redevelopment Authority Revenue, (Mini-Mill Local Public Improvement Project) Series A: | | | |
| 1,000,000 | A- | 6.250% due 1/15/08 | 1,029,280 |
| 1,350,000 | A- | 6.250% due 1/15/09 | 1,391,229 |
| 330,000 | AAA | Madison County, IN Industrial Hospital Authority Facilities Revenue, (Community Hospital of Anderson Project), 9.250% due 1/1/10 (d) | 389,529 |
| | | | 3,710,598 |
| Iowa - 0.6% | | | |
| 1,000,000 | A1* | Iowa Finance Authority Health Care Facilities Revenue, Genesis Medical Center, 6.250% due 7/1/20 | 1,081,260 |
| Kansas - 0.6% | | | |
| 1,000,000 | BBB | Burlington, KS Environmental Improvement Revenue, (Kansas City Power & Light Project), 4.750% due 9/1/15 | 1,045,880 |

See Notes to Schedule of Investments.

INTERMEDIATE MUNI FUND, INC.

Schedule of Investments (unaudited) (continued)

September 30, 2004

| FACE AMOUNT | RATING (a) | SECURITY | VALUE |
|-----------------------------|------------|--|-------------------|
| Louisiana - 1.4% | | | |
| \$ 650,000 | AAA | Calcasieu Parish, LA Memorial Hospital Service District Hospital Revenue, (Lake Charles Memorial Hospital Project), Series A, CONNIE LEE-Insured, 7.500% due 12/1/05 | \$ 689,299 |
| 150,000 | AAA | Louisiana Public Facilities Authority Hospital Revenue Refunding, (Southern Baptist Hospital Inc. Project), 8.000% due 5/15/12 (d) | 179,186 |
| 1,690,000 | AAA | Monroe, LA Sales & Use Tax Revenue, FGIC-Insured, 5.625% due 7/1/25 | 1,859,101 |
| | | | <u>2,727,586</u> |
| Maryland - 1.8% | | | |
| 1,000,000 | AAA | Maryland State Health & Higher Education Facilities Authority Revenue Refunding, (Mercy Medical Center Project), FSA-Insured, 6.500% due 7/1/13 | 1,186,980 |
| 2,000,000 | AAA | Montgomery County, MD GO, Refunding, 5.250% due 10/1/14 (c) | 2,242,920 |
| | | | <u>3,429,900</u> |
| Massachusetts - 6.9% | | | |
| 1,045,000 | AAA | Boston, MA Water & Sewer Community Revenue, (Escrowed to maturity with state and local government securities), 10.875% due 1/1/09 | 1,246,611 |
| 1,130,000 | Aaa* | Lancaster, MA GO, AMBAC-Insured, 5.375% due 4/15/17 Massachusetts State Development Finance Agency Revenue: | 1,255,633 |
| 370,000 | AAA | Series A, GNMA-Collateralized, 6.700% due 10/20/21 | 425,796 |
| 500,000 | A | Curry College, Series A, ACA-Insured, 6.000% due 3/1/20 | 527,195 |
| 1,500,000 | AAA | Massachusetts State GO, MBIA-Insured, FLAIRS, 9.285% due 5/1/09 (e) Massachusetts State Health & Educational Facilities Authority Revenue: | 1,937,640 |
| | | Caritas Christi Obligation, Series B: | |
| 2,000,000 | BBB | 6.500% due 7/1/12 (c) | 2,231,120 |
| 835,000 | BBB | 6.750% due 7/1/16 | 927,192 |
| 1,000,000 | BBB- | Milford-Whitinsville Regional Hospital, Series D, 6.500% due 7/15/23 | 1,055,960 |
| 1,000,000 | BBB | Winchester Hospital, Series E, (call 7/1/10 @ 101) 6.750% due 7/1/30 (h) | 1,193,720 |
| 340,000 | AA | Massachusetts State Housing Finance Agency, Single-Family Housing Revenue, Series 38, 7.200% due 12/1/26 (b) | 347,487 |
| 1,190,000 | AAA | Massachusetts State Industrial Finance Agency, Assisted Living Facility Revenue, (Arbors at Amherst Project), GNMA-Collateralized, 5.750% due 6/20/17 (b) | 1,305,954 |
| 500,000 | A3* | New England Education Loan Marketing Corp., MA Student Loan Revenue, Sub-Issue H, 6.900% due 11/1/09 (b) | 567,180 |
| | | | <u>13,021,488</u> |

See Notes to Schedule of Investments.

INTERMEDIATE MUNI FUND, INC.

Schedule of Investments (unaudited) (continued)

September 30, 2004

| <u>FACE</u> <u>AMOUNT</u> | <u>RATING (a)</u> | <u>SECURITY</u> | <u>VALUE</u> |
|------------------------------|-------------------|--|------------------|
| Michigan - 2.2% | | | |
| \$ 1,000,000 | AAA | Jenison, MI Public Schools, FGIC-Insured, 5.500% due 5/1/20 | \$1,106,760 |
| 1,000,000 | Aaa* | Memphis, MI GO, FGIC-Insured, 5.150% due 5/1/19 | 1,053,140 |
| 1,000,000 | A | Michigan State Hospital Finance Authority Revenue, Oakwood Obligated Group, 5.500% due 11/1/18 | 1,066,490 |
| 1,000,000 | AAA | Monroe County, MI PCR, (Detroit Edison Co. Project), Series A, AMBAC-Insured, 6.350% due 12/1/04 (b) | 1,006,760 |
| | | | <u>4,233,150</u> |
| Missouri - 0.3% | | | |
| 405,000 | NR | Lees Summit, MO IDA, Health Facilities Revenue, (John Knox Village Project), 5.750% due 8/15/11 | 443,070 |
| 80,000 | AAA | Missouri State Housing Development Community Mortgage Revenue, Series C, GNMA/FNMA-Collateralized, 7.450% due 9/1/27 (b) | 82,018 |
| 25,000 | AAA | St. Louis County, MO Single-Family Mortgage Revenue, MBIA-Insured, 6.750% due 4/1/10 | 26,030 |
| | | | <u>551,118</u> |
| Nebraska - 1.6% | | | |
| | | NebHELP Inc. Revenue, NE, MBIA-Insured: | |
| 1,000,000 | Aaa* | Jr. Sub-Series A-6, 6.450% due 6/1/18 (b) | 1,081,290 |
| 1,800,000 | Aaa* | Sr. Sub-Series A-5A, 6.200% due 6/1/13 (b) | 1,935,720 |
| | | | <u>3,017,010</u> |
| Nevada - 0.7% | | | |
| 1,220,000 | BBB+ | Henderson, NV Health Care Facility Revenue, Catholic Healthcare West, Series A, 6.200% due 7/1/09 | 1,360,361 |
| New Hampshire - 0.5% | | | |
| 915,000 | A- | New Hampshire Health & Educational Facilities Authority Revenue, Covenant Healthcare System, 6.500% due 7/1/17 | 1,022,723 |
| New Jersey - 0.1% | | | |
| 190,000 | AAA | Ringwood Borough, NJ Sewer Authority Special Obligation, 9.875% due 7/1/13 (d) | 247,391 |
| New Mexico - 0.3% | | | |
| 630,000 | NR | New Mexico Educational Assistance Foundation, Student Loan Revenue, First Sub-Series A-2, 5.950% due 11/1/07 (b) | 653,335 |
| New York - 2.5% | | | |
| 1,135,000 | NR | New York City, NY IDA, Civic Facilities Revenue Refunding, (New York Community Hospital Brooklyn), 6.875% due 11/1/10 | 1,159,936 |
| 1,280,000 | NR | | 1,312,589 |

Suffolk County, NY IDA, Civic Facility Revenue, (Eastern Long Island
Hospital Association Project A), 7.750% due 1/1/22

See Notes to Schedule of Investments.

INTERMEDIATE MUNI FUND, INC.

Schedule of Investments (unaudited) (continued)

September 30, 2004

| FACE AMOUNT | RATING (a) | SECURITY | VALUE |
|------------------------------------|------------|---|--------------|
| New York - 2.5% (continued) | | | |
| \$ 2,000,000 | AA- | Tobacco Settlement Financing Corp., NY, Series C-1, 5.500% due 6/1/14 (c) | \$ 2,182,940 |
| | | | 4,655,465 |
| North Carolina -1.7% | | | |
| 285,000 | AAA | Charlotte, NC Mortgage Revenue Refunding, Double Oaks Apartments, Series A, FHA-Insured, 7.300% due 11/15/07 | 305,853 |
| 1,000,000 | BBB | North Carolina Eastern Municipal Power Agency, Power System Revenue, Series D, 6.450% due 1/1/14 (d) | 1,122,310 |
| 1,475,000 | AAA | North Carolina Municipal Power Agency No. 1, Catawba Electricity Revenue, 10.500% due 1/1/10 | 1,801,728 |
| | | | 3,229,891 |
| Ohio - 8.0% | | | |
| 1,370,000 | AAA | Cleveland, OH Waterworks Revenue, Series K, FGIC-Insured, (call 1/1/12 @ 100) 5.250% due 1/1/21 (h) | 1,550,128 |
| 1,770,000 | BBB | Cuyahoga County, OH Hospital Facility Revenue, (Canton Inc. Project), 6.750% due 1/1/10 | 1,958,222 |
| 1,855,000 | Aaa* | Highland OH Local School District, FSA-Insured, 5.750% due 12/1/19 (c) | 2,123,400 |
| | | Lake County, OH Hospital Improvement Revenue: | |
| 290,000 | AAA | Lake County Memorial Hospital Project, 8.625% due 11/1/09 (d) | 334,866 |
| 135,000 | NR | Ridgecliff Hospital Project, 8.000% due 10/01/09 (d) | 153,727 |
| 270,000 | AAA | Lima, OH Hospital Revenue, St. Rita Hospital of Lima, 7.500% due 11/1/06 (d) | 285,012 |
| 3,010,000 | AA+ | Ohio State GO, (Conservation Projects), Series A, 5.250% due 9/1/13 (c) | 3,340,799 |
| 1,500,000 | BB+ | Ohio State Air Quality Development Authority Revenue, Pollution Control, (Cleveland Electric Illuminating Co. Project), 6.000% due 12/1/13 | 1,593,915 |
| | | Ohio State Water Development Authority Revenue: | |
| 2,670,000 | AAA | 9.375% due 12/1/10 (d)(g) | 3,138,078 |
| 465,000 | AAA | Safe Water, Series III, 9.000% due 12/1/10 (d) | 525,161 |
| | | | 15,003,308 |
| Oklahoma - 0.7% | | | |
| 55,000 | AAA | Oklahoma State Industrial Authority Revenue, Oklahoma Health Care Corp., Series A, FGIC-Insured, (call 5/1/07 @ 100), 9.125% due 11/1/08 (h) | 61,855 |
| 430,000 | NR | Tulsa, OK Housing Assistance Corp., Multi-Family Revenue, 7.250% due 10/1/07 (b) | 431,922 |
| | | Tulsa, OK Municipal Airport Revenue Refunding, American Airlines, Series B: | |
| 500,000 | B- | 6.000% due 6/1/35, mandatory tender 12/1/08 (b) | 452,765 |
| 500,000 | B- | 5.650% due 12/1/35, mandatory tender 12/1/08 (b) | 452,760 |
| | | | 1,399,302 |

See Notes to Schedule of Investments.

INTERMEDIATE MUNI FUND, INC.

Schedule of Investments (unaudited) (continued)

September 30, 2004

| <u>FACE AMOUNT</u> | <u>RATING (a)</u> | <u>SECURITY</u> | <u>VALUE</u> |
|------------------------------|-------------------|---|-------------------|
| Oregon - 1.6% | | | |
| \$ 1,200,000 | BBB | Klamath Falls, OR Intercommunity Hospital Authority Revenue, (Merle West Medical Center Project), 8.000% due 9/1/08 (d) | \$ 1,343,172 |
| 1,500,000 | NR | Wasco County, OR Solid Waste Disposal Revenue, (Waste Connections Inc. Project), 7.000% due 3/1/12 (b) | 1,598,655 |
| | | | <u>2,941,827</u> |
| Pennsylvania - 6.9% | | | |
| 970,000 | AAA | Conneaut, PA School District, AMBAC-Insured, 9.500% due 5/1/12 (d) | 1,201,500 |
| 1,855,000 | AAA | Delaware River, Port Authority of Pennsylvania & New Jersey, FSA-Insured FLAIRS 9.775% due 1/1/10 (c)(e) | 2,338,302 |
| 1,000,000 | Aaa* | Harrisburg, PA Parking Authority, Parking Revenue, FSA-Insured, 5.500% due 5/15/20 | 1,105,140 |
| 1,365,000 | AA | Northampton County, PA IDA Revenue, (Moravian Hall Square Project), 5.500% due 7/1/19 | 1,482,335 |
| 1,000,000 | AAA | Pennsylvania State IDR, Economic Development Revenue, AMBAC-Insured, 5.500% due 7/1/21 | 1,107,690 |
| 125,000 | AAA | Philadelphia, PA Hospitals Authority Revenue, Thomas Jefferson University Hospital, 7.000% due 7/1/08 (d) | 137,728 |
| 535,000 | Aaa* | United Hospital Inc. Project, (call 7/1/05 @ 100), 10.875% due 7/1/08 (h) | 571,193 |
| 1,000,000 | AAA | Philadelphia, PA School District, Series A, FSA-Insured, (call 2/1/12 @ 100) 5.50% due 2/1/23 (h) | 1,145,520 |
| 2,000,000 | AAA | Philadelphia, PA Water & Wastewater Revenue, Series B, FGIC-Insured, 5.250% due 11/1/14 (c) | 2,245,720 |
| 1,350,000 | AAA | Pittsburgh, PA School District, FSA-Insured, 5.375% due 9/1/16 | 1,557,657 |
| | | | <u>12,892,785</u> |
| Puerto Rico - 0.9% | | | |
| 1,500,000 | BBB+ | Puerto Rico Housing Bank & Finance Agency, 7.500% due 12/1/06 | 1,602,765 |
| Rhode Island - 0.6% | | | |
| 1,000,000 | AA | Central Falls, RI GO, 5.875% due 5/15/15 | 1,129,690 |
| South Carolina - 4.3% | | | |
| 135,000 | AAA | Anderson County, SC Hospital Facilities Revenue, 7.125% due 8/1/07 (d) | 146,830 |
| 1,445,000 | AA- | Charleston, SC Waterworks & Sewer Revenue, 5.250% due 1/1/16 | 1,577,637 |
| 5,000,000 | B- | Connector 2000 Association, SC Toll Road Revenue, Capital Appreciation, Series B, zero coupon due 1/1/15 | 1,745,000 |

See Notes to Schedule of Investments.

INTERMEDIATE MUNI FUND, INC.

Schedule of Investments (unaudited) (continued)

September 30, 2004

| FACE AMOUNT | RATING (a) | SECURITY | VALUE |
|--|------------|---|--------------|
| South Carolina - 4.3% (continued) | | | |
| | | Greenville County, SC School District, Installment Purchase Revenue, (Building Equity Sooner for Tomorrow Project): | |
| \$ 2,000,000 | AA- | 5.875% due 12/1/19 | \$ 2,255,260 |
| 2,000,000 | AA- | 6.000% due 12/1/21 | 2,276,900 |
| | | | 8,001,627 |
| South Dakota - 1.9% | | | |
| 2,400,000 | Aa2* | Minnehaha County, SD GO, Limited Tax Certificates, 5.625% due 12/1/20 (c) | 2,666,064 |
| 795,000 | A | South Dakota Economic Development Finance Authority, Economic Development Revenue, APA Optics, Series A, 6.750% due 4/1/16 (b) | 846,063 |
| | | | 3,512,127 |
| Tennessee - 0.7% | | | |
| 600,000 | AAA | Jackson, TN Water and Sewer Revenue, 7.200% due 7/1/12 (d) | 700,752 |
| 490,000 | A2* | McMinnville, TN Housing Authority Revenue Refunding, First Mortgage, Beersheba Heights, 6.000% due 10/1/09 | 521,997 |
| 145,000 | AAA | Metropolitan Nashville, TN Airport Authority Tennessee Airport Revenue, MBIA-Insured, 7.500% due 7/1/05 (d) | 151,342 |
| | | | 1,374,091 |
| Texas - 9.2% | | | |
| 1,000,000 | Baa1* | Bexar County, TX Housing Finance Corp., Multi-Family Housing Revenue Refunding, Nob Hill Apartments, Series A, 6.000% due 6/1/21 | 1,025,680 |
| 2,000,000 | Aa3* | Brazos River, TX Harbor Navigation District, Brazoria County, PCR, (BASF Corp. Project), 6.750% due 2/1/10 | 2,342,660 |
| | | Dallas/Fort Worth, TX International Airport Facility, Improvement Corp. Revenue Refunding: | |
| 1,500,000 | CCC | American Airlines Inc., Series C, 6.150% due 5/1/29, mandatory tender 11/1/07 (b) | 1,357,140 |
| 1,000,000 | AAA | Series B, FSA-Insured, 5.25% due 11/1/20 (b) | 1,090,390 |
| 2,000,000 | AAA | Dallas, TX Area Rapid Transit Sales Tax Revenue, Sr. Lien, AMBAC-Insured, 5.375% due 12/1/16 (c) | 2,215,440 |
| | | El Paso County, TX Housing Finance Corp., Multi-Family Housing Revenue: | |
| 360,000 | A3* | American Village Communities, Series A, 6.250% due 12/1/24 | 371,552 |
| 280,000 | Baa3* | La Plaza Apartments, Sub-Series C, 8.000% due 7/1/30 | 286,166 |
| 1,000,000 | AAA | El Paso, TX Water and Sewer Revenue Refunding and Improvement, Series A, FSA-Insured, 6.000% due 3/1/15 | 1,172,490 |
| 2,000,000 | AA | Fort Worth, TX Water and Sewer Revenue, 5.625% due 2/15/17 (c) (d) | 2,259,760 |

See Notes to Schedule of Investments.

INTERMEDIATE MUNI FUND, INC.

Schedule of Investments (unaudited) (continued)

September 30, 2004

| FACE AMOUNT | RATING (a) | SECURITY | VALUE |
|---------------------------------|------------|--|-------------------|
| Texas - 9.2% (continued) | | | |
| \$ 585,000 | AAA | Grand Prairie, TX Housing Finance Corp., Multi-Family Housing Revenue, (Landings of Carrier Project A), GNMA-Collateralized, 6.650% due 9/20/22 | \$ 656,346 |
| 1,000,000 | AAA | Harris County, TX Hospital District Revenue Refunding, MBIA-Insured: 6.000% due 2/15/15 | 1,142,770 |
| 1,175,000 | A3* | Lubbock, TX Housing Finance Corp., Multi-Family Housing Revenue, (Las Colinas Quality Creek Apartments), 6.000% due 7/1/22 | 1,210,015 |
| 1,000,000 | AAA | Southwest Higher Education Authority Inc., TX, (Southern Methodist University Project), AMBAC-Insured, 5.500% due 10/1/19 | 1,119,110 |
| 305,000 | Aaa* | Tarrant County, TX Hospital Authority Revenue, Adventist Health System-Sunbelt 10.250% due 10/1/10 (d) | 375,013 |
| 470,000 | C* | Tarrant County, TX Housing Finance Corp. Revenue, Multi-Family Housing, Westridge, Sub-Series C, 8.500% due 6/1/31 (f) | 70,430 |
| 325,000 | AAA | Texas State Department of Housing and Community Affairs, Home Mortgage Revenue, RIBS, Series C-2, GMNA/FNMA/FHLMC-Collateralized, 11.822% due 7/2/24 (b) (e) | 331,962 |
| 255,000 | NR | Tom Green County, TX Hospital Authority, 7.875% due 2/1/06 (d) | 266,990 |
| | | | <u>17,293,914</u> |
| Utah - 0.9% | | | |
| 350,000 | Aaa* | Spanish Fork City, UT Water Revenue, FSA-Insured: Call 6/1/12 @ 100 5.500% due 6/1/16 (h) | 404,260 |
| 1,135,000 | Aaa* | Unrefunded, 5.500% due 6/1/16 | 1,274,083 |
| | | | <u>1,678,343</u> |
| Virginia - 1.3% | | | |
| 4,595,000 | BB | Pocahontas Parkway Association, VA Toll Road Revenue, Capital Appreciation, Series B, zero coupon due 8/15/19 | 1,558,394 |
| 1,000,000 | B2* | Rockbridge County, VA IDA Revenue, Virginia Horse Center, Series C, 6.850% due 7/15/21 | 945,650 |
| | | | <u>2,504,044</u> |
| Washington - 1.9% | | | |
| 1,250,000 | Aaa* | Cowlitz County Washington School District, No 122 Longview, 5.500% due 12/1/19 | 1,387,763 |
| 2,000,000 | AAA | Energy Northwest Washington Electric Revenue, (Project No. 3), Series A, FSA-Insured, 5.500% due 7/1/18 (c) | 2,215,860 |
| | | | <u>3,603,623</u> |
| Wisconsin - 1.1% | | | |
| 2,000,000 | BBB | LaCrosse, WI Resource Recovery Revenue Refunding, (Northern States Power Co. Project), 6.000% due 11/1/21 (b) (c) | 2,089,360 |

See Notes to Schedule of Investments.

INTERMEDIATE MUNI FUND, INC.

Schedule of Investments (unaudited) (continued)

September 30, 2004

| FACE AMOUNT | RATING (a) | SECURITY | VALUE |
|-----------------------------|------------|--|-----------------------|
| West Virginia - 0.1% | | | |
| \$ 135,000 | AAA | Cabell, Putnam & Wayne Counties, WV Single-Family Residence Mortgage Revenue, FGIC-Insured, 7.375% due 4/1/10 (d) | \$ 153,160 |
| TOTAL INVESTMENTS | | | \$ 188,215,571 |

- (a) All ratings are by Standard & Poor's Ratings Service, except those which are identified by an asterisk (*), which are rated by Moody's Investors Service.
- (b) Income from these issues is considered a preference item for purposes of calculating the alternative minimum tax.
- (c) All or a portion of this security is segregated for open futures contracts.
- (d) Bonds are escrowed to maturity with U.S. government securities and are considered by the Manager to be triple-A rated even if the issuer has not applied for the new ratings.
- (e) Inverse floating rate security - coupon varies inversely with level of short-term tax-exempt interest rates.
- (f) Security is in default.
- (g) All or a portion of this security is held as collateral for open future contracts commitments.
- (h) Pre-Refunded bonds are escrowed with U.S. government securities and are considered by the Manager to be triple-A rated even if the issuer has not applied for new ratings.
- (**) Aggregate cost for Federal income tax purposes is substantially the same.

Abbreviations used:

| | |
|------------|---|
| ACA | American Capital Assurance |
| AMBAC | Ambac Assurance Corporation |
| CONNIE LEE | College Construction Loan Insurance Association |
| COP | Certificate of Participation |
| FGIC | Financial Guaranty Insurance Company |
| FHA | Federal Housing Administration |
| FHLMC | Federal Home Loan Mortgage Corporation |
| FLAIRS | Floating Adjustable Interest Rate Securities |
| FNMA | Federal National Mortgage Association |
| FSA | Financial Security Assurance |
| GIC | Guaranteed Investment Contract |
| GNMA | Government National Mortgage Association |
| GO | General Obligation |
| IDA | Industrial Development Agency |
| IDR | Industrial Development Revenue |
| LOC | Letter of Credit |
| MBIA | Municipal Bond Investors Assurance Corporation |
| PCR | Pollution Control Revenue |
| RIBS | Residual Interest Bonds |

See pages 13 and 14 for definitions of ratings.

See Notes to Schedule of Investments.

INTERMEDIATE MUNI FUND, INC.

Schedule of Investments (unaudited) (continued)

September 30, 2004

Summary of Investments by Purpose***

| | |
|------------------------|--------|
| Hospital | 23.3% |
| Education | 18.2 |
| Transportation | 13.0 |
| Water & Sewer | 10.3 |
| General Obligation | 9.5 |
| Miscellaneous | 7.7 |
| Industrial Development | 5.6 |
| Utilities | 4.2 |
| Pollution Control | 3.2 |
| Housing Multi-Family | 3.1 |
| Public Facilities | 1.3 |
| Housing Single Family | 0.6 |
| | 100.0% |

*** As a percentage of total investments. Please note the Fund holdings are as of September 30, 2004 and are subject to change.

See Notes to Schedule of Investments.

Bond Ratings (unaudited)

The definitions of the applicable rating symbols are set forth below:

Standard & Poor's Ratings Service (Standard & Poor's) Ratings from AA to CCC may be modified by the addition of a plus (+) or minus (-) sign to show relative standings within the major rating categories.

AAA Bonds rated AAA have the highest rating assigned by Standard & Poor's. Capacity to pay interest and repay principal is extremely strong.

AA Bonds rated AA have a very strong capacity to pay interest and repay principal and differs from the highest rated issue only in a small degree.

A Bonds rated A have a strong capacity to pay interest and repay principal although it is somewhat more susceptible to the adverse effects of changes in circumstances and economic conditions than debt in higher rated categories.

BBB Bonds rated BBB are regarded as having an adequate capacity to pay interest and repay principal. Whereas they normally exhibit adequate protection parameters, adverse economic conditions or changing circumstances are more likely to lead to a weakened capacity to pay interest and repay principal for debt in this category than in higher rated categories.

BB, B, CCC, CC and C Bonds rated BB, B, CCC, CC and C are regarded, on balance, as predominantly speculative with respect to capacity to pay interest and repay principal in accordance with the terms of the obligation. BB represents the lowest degree of speculation and C the highest degree of speculation. While such bonds will likely have some quality and protective characteristics, these are outweighed by large uncertainties or major risk exposures to adverse conditions.

Moody's Investors Service (Moody's) Numerical modifiers 1, 2 and 3 may be applied to each generic rating from Aa to Caa, where 1 is the highest and 3 the lowest ranking within its generic category.

Aaa Bonds rated Aaa are judged to be of the best quality. They carry the smallest degree of investment risk and are generally referred to as gilt edge. Interest payments are protected by a large or by an exceptionally stable margin and principal is secure. While the various protective elements are likely to change, such changes as can be visualized are most unlikely to impair the fundamentally strong position of such issues.

Aa Bonds rated Aa are judged to be of high quality by all standards. Together with the Aaa group they comprise what are generally known as high grade bonds. They are rated lower than the best bonds because margins of protection may not be as large in Aaa securities or fluctuation of protective elements may be of greater amplitude or there may be other elements present which make the long-term risks appear somewhat larger than in Aaa securities.

Bond Ratings (unaudited) (continued)

A Bonds rated A possess many favorable investment attributes and are to be considered as upper medium grade obligations. Factors giving security to principal and interest are considered adequate but elements may be present which suggest a susceptibility to impairment some time in the future.

Baa Bonds rated Baa are considered as medium grade obligations, i.e., they are neither highly protected nor poorly secured. Interest payments and principal security appear adequate for the present but certain protective elements may be lacking or may be characteristically unreliable over any great length of time. Such bonds lack outstanding investment characteristics and in fact have speculative characteristics as well.

B Bonds that are rated B generally lack characteristics of desirable investments. Assurance of interest and principal payments or of maintenance of other terms of the contract over any long period of time may be small.

Caa Bonds rated Caa are of poor standing. These issues may be in default, or present elements of danger may exist with respect to principal or interest.

Ca Bonds rated Ca represent obligations which are speculative to a high degree. Such issues are often in default or have other marked shortcomings.

C Bonds rated C are the lowest rated class of bonds, and issues as rated can be regarded as having extremely poor prospects of ever attaining any real investment standing.

NR Indicates that the bond is not rated by Standard & Poor's or Moody's.

Short-Term Security Ratings (unaudited)

SP-1 Standard & Poor's highest rating indicating very strong or strong capacity to pay principal and interest; those issues determined to possess overwhelming safety characteristics are denoted with a plus (+) sign.

A-1 Standard & Poor's highest commercial paper and variable-rate demand obligation (VRDO) rating indicating that the degree of safety regarding timely payment is either overwhelming or very strong; those issues determined to possess overwhelming safety characteristics are denoted with a plus (+) sign.

VMIG 1 Moody's highest rating for issues having a demand feature VRDO.

P-1 Moody's highest rating for commercial paper and for VRDO prior to the advent of the VMIG 1 rating.

Notes to Schedule of Investments (unaudited)

1. Organization and Significant Accounting Policies

The Intermediate Muni Fund, Inc. (Fund), a Maryland corporation, is registered under the Investment Company Act of 1940, as amended, as a diversified, closed-end management investment company.

The following are significant accounting policies consistently followed by the Fund and are in conformity with U.S. generally accepted accounting principles (GAAP):

(a) Investment Valuation - Securities are valued at the mean between the bid and asked prices provided by an independent pricing service that are based on transactions in municipal obligations, quotations from municipal bond dealers, market transactions in comparable securities and various relationships between securities. When market quotations or official closing prices are not readily available, or are determined not to reflect accurately fair value, 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 (for example, a foreign exchange or market), but before the Fund calculates its net asset value, the Fund may value these investments at fair value as determined in accordance with the procedures approved by the Fund's Board of Directors. Securities maturing within 60 days are valued at cost plus accreted discount, or minus amortized premium, which approximates value.

(b) Futures Contracts - The Fund may enter into futures contracts to the extent permitted by its investment policies and objectives. Upon entering into a futures contract, the Fund is required to deposit cash or pledge securities as initial margin. Additional securities are also segregated up to the current market value of the futures contracts. Subsequent payments, which are dependent on the daily fluctuations in the value of the underlying instrument, are made or received by the Fund each day (daily variation margin) and are recorded as unrealized gains or losses until the contracts are closed. When the contracts are closed, the Fund records a realized gain or loss equal to the difference between the proceeds from (or cost of) the closing transactions and the Fund's basis in the contracts. The Fund enters into such contracts typically to hedge a portion of the portfolio. Risks of entering into futures contracts for hedging purposes include the possibility that a change in the value of the contract may not correlate with the changes in the value of the investments hedged. In addition, the purchase of a futures contract involves the risk that the Fund could lose more than the original margin deposit and subsequent payments required for a futures transaction.

(c) Investment Transactions. Investment transactions are recorded on the trade date.

2. Investments

At September 30, 2004, the aggregate gross unrealized appreciation and depreciation of investments for Federal income tax purposes were substantially as follows:

| | |
|-------------------------------|---------------|
| Gross unrealized appreciation | \$ 10,593,847 |
| Gross unrealized depreciation | (1,828,633) |
| | <hr/> |
| Net unrealized appreciation | \$ 8,765,214 |

Notes to Schedule of Investments (unaudited) (continued)

At September 30, 2004, the Fund had the following futures contracts:

| | <u># of Contracts to Sell</u> | <u>Expiration Date</u> | <u>Basis Value</u> | <u>Market Value</u> | <u>Unrealized Loss</u> |
|----------------------------|---------------------------------------|----------------------------|------------------------|-------------------------|----------------------------|
| 10 Year U.S. Treasury Note | 500 | Dec 04 | \$ 54,773,438 | \$ 56,109,375 | \$ (1,335,937) |

ITEM 2. CONTROLS AND PROCEDURES.

- (a) The registrant's principal executive officer and principal financial officer have concluded that the registrant's disclosure controls and procedures (as defined in Rule 30a-3(c) under the Investment Company Act of 1940, as amended (the "1940 Act")) are effective as of a date within 90 days of the filing date of this report that includes the disclosure required by this paragraph, based on their evaluation of the disclosure controls and procedures required by Rule 30a-3(b) under the 1940 Act and 15d-15(b) under the Securities Exchange Act of 1934.

- (b) There were no changes in the registrant's internal control over financial reporting (as defined in Rule 30a-3(d) under the 1940 Act) that occurred during the registrant's last fiscal quarter that have materially affected, or are likely to materially affect the registrant's internal control over financial reporting.

ITEM 3. EXHIBITS.

Certifications pursuant to Rule 30a-2(a) under the Investment Company Act of 1940, as amended, are attached hereto.

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934 and the Investment Company Act of 1940, the registrant has duly caused this report to be signed on its behalf by the undersigned, thereunto duly authorized.

Intermediate Muni Fund, Inc.

By /s/ R. Jay Gerken

R. Jay Gerken
Chief Executive Officer

Date November 26, 2004

Pursuant to the requirements of the Securities Exchange Act of 1934 and the Investment Company Act of 1940, this report has been signed below by the following persons on behalf of the registrant and in the capacities and on the dates indicated.

By /s/ R. Jay Gerken

R. Jay Gerken
Chief Executive Officer

Date November 26, 2004

By /s/ Robert J. Brault

Robert J. Brault
Chief Financial Officer

Date November 26, 2004