

WESTERN ASSET HIGH INCOME OPPORTUNITY FUND INC.

Form N-Q

August 21, 2015

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 **811-07920**

Western Asset High Income Opportunity 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: (888)777-0102

Date of fiscal year end: **September 30**

Date of reporting period: **June 30, 2015**

ITEM 1. SCHEDULE OF INVESTMENTS.

WESTERN ASSET HIGH INCOME OPPORTUNITY FUND INC.

FORM N-Q

JUNE 30, 2015

WESTERN ASSET HIGH INCOME OPPORTUNITY FUND INC.

Schedule of investments (unaudited)

June 30, 2015

SECURITY	RATE	MATURITY DATE	FACE AMOUNT	VALUE
CORPORATE BONDS & NOTES - 88.4%				
CONSUMER DISCRETIONARY - 13.3%				
Automobiles - 0.3%				
Chrysler Group LLC/CG Co.-Issuer Inc., Secured Notes	8.250%	6/15/21	1,140,000	\$ 1,245,450
Diversified Consumer Services - 0.5%				
Service Corp. International, Senior Notes	7.500%	4/1/27	1,280,000	1,478,400
StoneMor Partners LP/Cornerstone Family Services of WV, Senior Bonds	7.875%	6/1/21	920,000	961,400
<i>Total Diversified Consumer Services</i>				2,439,800
Hotels, Restaurants & Leisure - 2.8%				
Bossier Casino Venture Holdco Inc., Senior Secured Bonds	14.000%	2/9/18	1,706,205	1,600,762 ^{(a)(b)(c)(d)}
Carrols Restaurant Group Inc., Secured Notes	8.000%	5/1/22	1,000,000	1,055,000 ^(a)
CCM Merger Inc., Senior Notes	9.125%	5/1/19	1,710,000	1,838,250 ^(a)
CEC Entertainment Inc., Senior Notes	8.000%	2/15/22	2,090,000	2,084,775
Downstream Development Authority of the Quapaw Tribe of Oklahoma, Senior Secured Notes	10.500%	7/1/19	1,320,000	1,267,200 ^(a)
Fontainebleau Las Vegas Holdings LLC, Senior Secured Notes	10.250%	6/15/15	445,000	2,247 ^{(a)(e)(g)}
Greektown Holdings LLC/Greektown Mothership Corp., Senior Secured Notes	8.875%	3/15/19	1,200,000	1,266,000 ^(a)
Landry s Holdings II Inc., Senior Notes	10.250%	1/1/18	750,000	780,000 ^(a)
Landry s Inc., Senior Notes	9.375%	5/1/20	3,598,000	3,876,845 ^(a)
<i>Total Hotels, Restaurants & Leisure</i>				13,771,079
Household Durables - 1.7%				
Century Intermediate Holding Co. 2, Senior Notes	9.750%	2/15/19	1,980,000	2,066,625 ^{(a)(b)}
Shea Homes LP/Shea Homes Funding Corp., Senior Notes	6.125%	4/1/25	1,650,000	1,670,625 ^(a)
William Lyon Homes Inc., Senior Notes	8.500%	11/15/20	1,520,000	1,649,200
William Lyon Homes Inc., Senior Notes	7.000%	8/15/22	1,190,000	1,237,600
Woodside Homes Co., LLC/Woodside Homes Finance Inc., Senior Notes	6.750%	12/15/21	2,020,000	1,919,000 ^(a)
<i>Total Household Durables</i>				8,543,050
Media - 6.1%				
AMC Entertainment Inc., Senior Subordinated Notes	5.750%	6/15/25	1,020,000	1,002,150 ^(a)
Carmike Cinemas Inc., Secured Notes	7.375%	5/15/19	530,000	561,588
Clear Channel Worldwide Holdings Inc., Senior Notes	6.500%	11/15/22	450,000	462,938
CSC Holdings LLC, Senior Notes	6.750%	11/15/21	500,000	528,750
DISH DBS Corp., Senior Notes	7.875%	9/1/19	1,085,000	1,205,978
DISH DBS Corp., Senior Notes	6.750%	6/1/21	2,020,000	2,110,900
DISH DBS Corp., Senior Notes	5.000%	3/15/23	70,000	64,925
DISH DBS Corp., Senior Notes	5.875%	11/15/24	2,860,000	2,754,537
Gibson Brands Inc., Senior Secured Notes	8.875%	8/1/18	1,380,000	1,400,700 ^(a)
iHeartCommunications Inc., Senior Notes	10.000%	1/15/18	1,570,000	1,269,737
New Cotai LLC/New Cotai Capital Corp., Senior Secured Notes	10.625%	5/1/19	1,703,570	1,482,106 ^{(a)(b)}

Edgar Filing: WESTERN ASSET HIGH INCOME OPPORTUNITY FUND INC. - Form N-Q

Numericable-SFR, Senior Secured Bonds	6.000%	5/15/22	2,710,000	2,677,819 ^(a)
Numericable-SFR, Senior Secured Bonds	6.250%	5/15/24	2,330,000	2,297,962 ^(a)
Time Warner Cable Inc., Senior Notes	8.750%	2/14/19	1,490,000	1,771,002
Time Warner Cable Inc., Senior Notes	8.250%	4/1/19	678,000	798,047
Tribune Media Co., Senior Notes	5.875%	7/15/22	760,000	767,600 ^(a)
Univision Communications Inc., Senior Notes	8.500%	5/15/21	1,320,000	1,394,250 ^(a)
Univision Communications Inc., Senior Secured Notes	6.750%	9/15/22	217,000	230,291 ^(a)
UPC Holding BV, Junior Secured Subordinated Notes	6.375%	9/15/22	2,030,000 ^{EUR}	2,438,538 ^(a)
Virgin Media Finance PLC, Senior Notes	6.375%	4/15/23	2,890,000	2,998,375 ^(a)
Virgin Media Finance PLC, Senior Notes	6.000%	10/15/24	2,000,000	2,037,500 ^(a)
Virgin Media Finance PLC, Senior Notes	5.750%	1/15/25	200,000	200,500 ^(a)

Total Media

30,456,193

See Notes to Schedule of Investments.

WESTERN ASSET HIGH INCOME OPPORTUNITY FUND INC.

Schedule of investments (unaudited) (cont d)

June 30, 2015

SECURITY	RATE	MATURITY DATE	FACE AMOUNT	VALUE
Multiline Retail - 0.4%				
Neiman Marcus Group LLC, Senior Secured Notes	7.125%	6/1/28	330,000	\$ 333,300
Neiman Marcus Group Ltd. LLC, Senior Notes	8.750%	10/15/21	1,530,000	1,650,488 ^{(a)(b)}
<i>Total Multiline Retail</i>				<i>1,983,788</i>
Specialty Retail - 1.4%				
American Greetings Corp., Senior Notes	7.375%	12/1/21	1,220,000	1,285,575
Guitar Center Inc., Senior Secured Bonds	6.500%	4/15/19	3,530,000	3,247,600 ^(a)
Hot Topic Inc., Senior Secured Notes	9.250%	6/15/21	730,000	770,150 ^(a)
Spencer Spirit Holdings Inc., Senior Notes	9.000%	5/1/18	1,710,000	1,735,650 ^{(a)(b)}
<i>Total Specialty Retail</i>				<i>7,038,975</i>
Textiles, Apparel & Luxury Goods - 0.1%				
Empire Today LLC/Empire Today Finance Corp., Senior Secured Notes	11.375%	2/1/17	810,000	648,000 ^(a)
TOTAL CONSUMER DISCRETIONARY				66,126,335
CONSUMER STAPLES - 3.8%				
Beverages - 0.8%				
Carolina Beverage Group LLC/Carolina Beverage Group Finance Inc., Secured Notes	10.625%	8/1/18	1,370,000	1,349,450 ^(a)
Cott Beverages Inc., Senior Notes	6.750%	1/1/20	1,120,000	1,164,800 ^(a)
DS Services of America Inc., Secured Notes	10.000%	9/1/21	1,230,000	1,445,250 ^(a)
<i>Total Beverages</i>				<i>3,959,500</i>
Food & Staples Retailing - 0.6%				
Beverages & More Inc., Senior Secured Notes	10.000%	11/15/18	1,900,000	1,897,625 ^(a)
Dollar Tree Inc., Senior Notes	5.750%	3/1/23	1,180,000	1,239,000 ^(a)
<i>Total Food & Staples Retailing</i>				<i>3,136,625</i>
Food Products - 1.3%				
Dole Food Co. Inc., Senior Secured Notes	7.250%	5/1/19	1,290,000	1,306,125 ^(a)
Hearthside Group Holdings LLC/Hearthside Finance Co., Senior Notes	6.500%	5/1/22	1,010,000	969,600 ^(a)
Pilgrim's Pride Corp., Senior Notes	5.750%	3/15/25	1,630,000	1,650,375 ^(a)
Simmons Foods Inc., Secured Notes	7.875%	10/1/21	2,630,000	2,426,175 ^(a)
<i>Total Food Products</i>				<i>6,352,275</i>
Household Products - 0.7%				
Spectrum Brands Inc., Senior Notes	6.625%	11/15/22	580,000	620,600
Spectrum Brands Inc., Senior Notes	6.125%	12/15/24	440,000	463,100 ^(a)
Spectrum Brands Inc., Senior Notes	5.750%	7/15/25	1,530,000	1,560,600 ^(a)

Edgar Filing: WESTERN ASSET HIGH INCOME OPPORTUNITY FUND INC. - Form N-Q

Sun Products Corp., Senior Notes	7.750%	3/15/21	670,000	608,025 ^(a)
<i>Total Household Products</i>				3,252,325
Tobacco - 0.4%				
Alliance One International Inc., Secured Notes	9.875%	7/15/21	2,370,000	2,082,637
TOTAL CONSUMER STAPLES				18,783,362
ENERGY - 14.7%				
Energy Equipment & Services - 2.0%				
Atwood Oceanics Inc., Senior Notes	6.500%	2/1/20	1,340,000	1,299,800
CGG, Senior Notes	7.750%	5/15/17	138,000	134,550
CGG, Senior Notes	6.500%	6/1/21	1,470,000	1,227,450
CGG, Senior Notes	6.875%	1/15/22	200,000	167,000
FTS International Inc., Senior Secured Bonds	6.250%	5/1/22	1,130,000	836,200
Gulfmark Offshore Inc., Senior Notes	6.375%	3/15/22	1,240,000	933,100
Hercules Offshore Inc., Senior Notes	7.500%	10/1/21	1,100,000	385,000 ^{(a)(c)}
Hercules Offshore Inc., Senior Notes	6.750%	4/1/22	2,470,000	870,675 ^{(a)(c)}
Key Energy Services Inc., Senior Notes	6.750%	3/1/21	520,000	309,400

See Notes to Schedule of Investments.

WESTERN ASSET HIGH INCOME OPPORTUNITY FUND INC.

Schedule of investments (unaudited) (cont d)

June 30, 2015

SECURITY	RATE	MATURITY DATE	FACE AMOUNT	VALUE
Energy Equipment & Services - (continued)				
Parker Drilling Co., Senior Notes	7.500%	8/1/20	1,680,000	\$ 1,537,200
SESI LLC, Senior Notes	7.125%	12/15/21	1,320,000	1,405,800
Sierra Hamilton LLC/Sierra Hamilton Finance Inc., Senior Secured Notes	12.250%	12/15/18	1,390,000	986,900 ^(a)
<i>Total Energy Equipment & Services</i>				<i>10,093,075</i>
Oil, Gas & Consumable Fuels - 12.7%				
American Energy-Permian Basin LLC/AEPB Finance Corp., Secured Notes	8.000%	6/15/20	1,040,000	1,024,400 ^(a)
Approach Resources Inc., Senior Notes	7.000%	6/15/21	1,090,000	986,450
Arch Coal Inc., Senior Notes	7.250%	6/15/21	1,880,000	272,600
Berry Petroleum Co., Senior Notes	6.375%	9/15/22	800,000	628,000
California Resources Corp., Senior Notes	5.500%	9/15/21	990,000	866,448
California Resources Corp., Senior Notes	6.000%	11/15/24	4,010,000	3,468,650
Calumet Specialty Products Partners LP/Calumet Finance Corp., Senior Notes	6.500%	4/15/21	2,310,000	2,286,900
Calumet Specialty Products Partners LP/Calumet Finance Corp., Senior Notes	7.625%	1/15/22	360,000	369,000
Carrizo Oil & Gas Inc., Senior Notes	7.500%	9/15/20	960,000	1,015,200
Chesapeake Energy Corp., Senior Notes	6.875%	11/15/20	550,000	539,000
Chesapeake Energy Corp., Senior Notes	5.750%	3/15/23	1,860,000	1,692,600
Comstock Resources Inc., Senior Notes	9.500%	6/15/20	2,610,000	1,115,775
Crestwood Midstream Partners LP, Senior Notes	6.125%	3/1/22	1,570,000	1,609,250
Endeavor Energy Resources LP/EER Finance Inc., Senior Notes	8.125%	9/15/23	600,000	621,750 ^(a)
Enterprise Products Operating LLC, Junior Subordinated Notes	8.375%	8/1/66	680,000	714,000 ^(f)
EP Energy LLC/Everest Acquisition Finance Inc., Senior Notes	6.375%	6/15/23	1,450,000	1,459,062 ^(a)
Freeport-McMoran Oil & Gas LLC/FCX Oil & Gas Inc., Senior Notes	6.750%	2/1/22	162,000	172,125
Globe Luxembourg SCA, Senior Secured Notes	9.625%	5/1/18	3,940,000	3,802,100 ^(a)
Halcon Resources Corp., Secured Notes	8.625%	2/1/20	1,230,000	1,219,238 ^(a)
Halcon Resources Corp., Senior Notes	9.750%	7/15/20	3,150,000	2,134,125
Halcon Resources Corp., Senior Notes	8.875%	5/15/21	3,330,000	2,206,125
Kinder Morgan Inc., Medium-Term Notes	7.800%	8/1/31	1,040,000	1,190,618
Linn Energy LLC/Linn Energy Finance Corp., Senior Notes	8.625%	4/15/20	2,500,000	2,063,025
Lonestar Resources America Inc., Senior Notes	8.750%	4/15/19	550,000	453,750 ^(a)
Magnum Hunter Resources Corp., Senior Notes	9.750%	5/15/20	3,710,000	3,339,000
MEG Energy Corp., Senior Notes	6.375%	1/30/23	2,620,000	2,436,600 ^(a)
Milagro Oil & Gas Inc., Secured Notes	10.500%	5/15/16	1,690,000	422,500 ^{(c)(g)}
Murray Energy Corp., Senior Secured Notes	11.250%	4/15/21	4,660,000	3,926,050 ^(a)
Natural Resource Partners LP/Natural Resource Partners Finance Corp., Senior Notes	9.125%	10/1/18	1,570,000	1,397,300
New Gulf Resources LLC/NGR Finance Corp., Senior Secured Notes	12.250%	5/15/19	1,310,000	766,350
Parsley Energy LLC/Parsley Finance Corp., Senior Notes	7.500%	2/15/22	1,030,000	1,050,281 ^(a)
Petrobras Global Finance BV, Senior Notes	7.250%	3/17/44	1,300,000	1,213,368
Petrobras Global Finance BV, Senior Notes	6.850%	6/5/2115	700,000	576,002
Quicksilver Resources Inc., Senior Notes	11.000%	7/1/21	930,000	130,200 ^(g)
Rice Energy Inc., Senior Notes	6.250%	5/1/22	1,250,000	1,246,875
Rice Energy Inc., Senior Notes	7.250%	5/1/23	210,000	216,300 ^(a)

Edgar Filing: WESTERN ASSET HIGH INCOME OPPORTUNITY FUND INC. - Form N-Q

RSP Permian Inc., Senior Notes	6.625%	10/1/22	2,730,000	2,805,075 ^(a)
Samson Investment Co., Senior Notes	9.750%	2/15/20	1,440,000	90,000
Sanchez Energy Corp., Senior Notes	6.125%	1/15/23	5,200,000	4,680,000
Shelf Drilling Holdings Ltd., Senior Secured Notes	8.625%	11/1/18	930,000	832,350 ^(a)
Targa Resources Partners LP/Targa Resources Partners Finance Corp., Senior Notes	6.625%	10/1/20	470,000	491,150 ^(a)
Tennessee Gas Pipeline Co., Senior Notes	8.375%	6/15/32	3,270,000	3,940,062
Whiting Canadian Holding Co. ULC, Senior Notes	8.125%	12/1/19	1,390,000	1,462,106
<i>Total Oil, Gas & Consumable Fuels</i>				62,931,760
TOTAL ENERGY				73,024,835

See Notes to Schedule of Investments.

WESTERN ASSET HIGH INCOME OPPORTUNITY FUND INC.

Schedule of investments (unaudited) (cont d)

June 30, 2015

SECURITY	RATE	MATURITY DATE	FACE AMOUNT	VALUE
FINANCIALS - 12.5%				
Banks - 5.1%				
Bank of America Corp., Junior Subordinated Notes	6.500%	10/23/24	810,000	\$ 839,363 ^{(f)(h)}
Barclays Bank PLC, Subordinated Notes	10.179%	6/12/21	1,930,000	2,563,082 ^(a)
Barclays Bank PLC, Subordinated Notes	7.625%	11/21/22	2,000,000	2,281,350
Barclays PLC, Junior Subordinated Bonds	8.250%	12/15/18	420,000	444,343 ^{(f)(h)}
Citigroup Inc., Junior Subordinated Bonds	6.300%	5/15/24	650,000	635,375 ^{(f)(h)}
Citigroup Inc., Junior Subordinated Bonds	5.950%	5/15/25	180,000	173,961 ^{(f)(h)}
Credit Agricole SA, Junior Subordinated Notes	8.375%	10/13/19	1,660,000	1,933,900 ^{(a)(f)(h)}
Credit Agricole SA, Junior Subordinated Notes	7.875%	1/23/24	700,000	721,800 ^{(a)(f)(h)}
HSBC Holdings PLC, Junior Subordinated Bonds	6.375%	9/17/24	790,000	792,963 ^{(f)(h)}
HSBC Holdings PLC, Junior Subordinated Bonds	6.375%	3/30/25	1,070,000	1,078,025 ^{(f)(h)}
Intesa Sanpaolo SpA, Senior Notes	3.625%	8/12/15	2,680,000	2,686,708 ^(a)
JPMorgan Chase & Co., Junior Subordinated Bonds	6.000%	8/1/23	630,000	626,850 ^{(f)(h)}
JPMorgan Chase & Co., Junior Subordinated Notes	6.100%	10/1/24	800,000	803,800 ^{(f)(h)}
M&T Bank Corp., Junior Subordinated Bonds	6.875%	6/15/16	1,790,000	1,830,275 ^(h)
Novo Banco SA, Senior Notes	5.875%	11/9/15	500,000 ^{EUR}	558,818 ⁽ⁱ⁾
Royal Bank of Scotland Group PLC, Junior Subordinated Bonds	7.648%	9/30/31	1,210,000	1,512,500 ^{(f)(h)}
Royal Bank of Scotland Group PLC, Subordinated Notes	6.100%	6/10/23	1,470,000	1,565,421
Royal Bank of Scotland NV, Subordinated Bonds	7.750%	5/15/23	390,000	457,005
Royal Bank of Scotland PLC, Subordinated Notes	13.125%	3/19/22	2,480,000 ^{AUD}	2,190,425 ^{(f)(i)}
Santander Issuances SAU, Notes	5.911%	6/20/16	1,100,000	1,141,921 ^(a)
Wells Fargo & Co., Junior Subordinated Bonds	5.875%	6/15/25	580,000	594,529 ^{(f)(h)}
<i>Total Banks</i>				25,432,414
Capital Markets - 1.3%				
Credit Suisse Group AG, Junior Subordinated Notes	6.250%	12/18/24	4,000,000	3,847,000 ^{(a)(f)(h)}
Goldman Sachs Group Inc., Subordinated Notes	6.750%	10/1/37	1,210,000	1,423,634
Pershing Square Holdings Ltd., Senior Notes	5.500%	7/15/22	1,000,000	1,004,342 ^(a)
<i>Total Capital Markets</i>				6,274,976
Consumer Finance - 0.9%				
Ally Financial Inc., Senior Notes	8.000%	3/15/20	1,133,000	1,336,940
Navient Corp., Medium-Term Notes, Senior Notes	8.450%	6/15/18	1,110,000	1,236,318
Navient Corp., Medium-Term Notes, Senior Notes	8.000%	3/25/20	1,150,000	1,285,125
TMX Finance LLC/TitleMax Finance Corp., Senior Secured Notes	8.500%	9/15/18	570,000	470,250 ^(a)
<i>Total Consumer Finance</i>				4,328,633
Diversified Financial Services - 2.3%				
Argos Merger Sub Inc., Senior Notes	7.125%	3/15/23	2,530,000	2,656,500 ^(a)
International Lease Finance Corp., Senior Notes	8.625%	9/15/15	820,000	831,275
International Lease Finance Corp., Senior Notes	8.750%	3/15/17	100,000	109,661
International Lease Finance Corp., Senior Notes	8.875%	9/1/17	4,200,000	4,704,000
International Lease Finance Corp., Senior Notes	8.250%	12/15/20	1,860,000	2,213,400
ZFS Finance USA Trust II, Bonds	6.450%	12/15/65	1,000,000	1,027,770 ^{(a)(f)}

Edgar Filing: WESTERN ASSET HIGH INCOME OPPORTUNITY FUND INC. - Form N-Q

<i>Total Diversified Financial Services</i>				11,542,606
Insurance - 1.1%				
CNO Financial Group Inc., Senior Notes	4.500%	5/30/20	210,000	213,675
CNO Financial Group Inc., Senior Notes	5.250%	5/30/25	1,710,000	1,741,977
Fidelity & Guaranty Life Holdings Inc., Senior Notes	6.375%	4/1/21	850,000	888,250 ^(a)
Genworth Holdings Inc., Senior Notes	4.900%	8/15/23	940,000	834,541
Liberty Mutual Group Inc., Junior Subordinated Bonds	7.800%	3/15/37	900,000	1,068,750 ^(a)
MetLife Capital Trust IV, Junior Subordinated Notes	7.875%	12/15/37	650,000	818,025 ^(a)
<i>Total Insurance</i>				5,565,218

See Notes to Schedule of Investments.

WESTERN ASSET HIGH INCOME OPPORTUNITY FUND INC.

Schedule of investments (unaudited) (cont d)

June 30, 2015

SECURITY	RATE	MATURITY DATE	FACE AMOUNT	VALUE
Real Estate Management & Development - 1.8%				
Caesars Entertainment Resort Properties LLC, Secured Notes	11.000%	10/1/21	800,000	\$ 674,000
Caesars Entertainment Resort Properties LLC, Senior Secured Notes	8.000%	10/1/20	2,870,000	2,717,546
Communications Sales & Leasing Inc., Senior Notes	8.250%	10/15/23	1,800,000	1,773,000 ^(a)
Greystar Real Estate Partners LLC, Senior Secured Notes	8.250%	12/1/22	1,610,000	1,706,600 ^(a)
Howard Hughes Corp., Senior Notes	6.875%	10/1/21	2,130,000	2,268,450 ^(a)
<i>Total Real Estate Management & Development</i>				9,139,596
TOTAL FINANCIALS				62,283,443
HEALTH CARE - 7.7%				
Health Care Equipment & Supplies - 1.5%				
ConvaTec Finance International SA, Senior Notes	8.250%	1/15/19	2,330,000	2,297,963 ^{(a)(b)}
DJO Finance LLC/DJO Finance Corp., Secured Notes	10.750%	4/15/20	290,000	298,700 ^(a)
DJO Finco Inc./DJO Finance LLC/DJO Finance Corp., Secured Notes	8.125%	6/15/21	1,850,000	1,910,125 ^(a)
Lantheus Medical Imaging Inc., Senior Notes	9.750%	5/15/17	2,970,000	3,061,327
<i>Total Health Care Equipment & Supplies</i>				7,568,115
Health Care Providers & Services - 4.2%				
Acadia Healthcare Co. Inc., Senior Notes	12.875%	11/1/18	864,000	948,240
Acadia Healthcare Co. Inc., Senior Notes	6.125%	3/15/21	720,000	745,200
CHS/Community Health Systems Inc., Senior Notes	8.000%	11/15/19	2,390,000	2,524,437
Fresenius Medical Care U.S. Finance Inc., Senior Notes	6.500%	9/15/18	280,000	309,400 ^(a)
Fresenius U.S. Finance II Inc., Senior Notes	9.000%	7/15/15	2,060,000	2,064,583 ^(a)
HCA Inc., Debentures	7.500%	11/15/95	3,920,000	3,900,400
IASIS Healthcare LLC/IASIS Capital Corp., Senior Notes	8.375%	5/15/19	2,580,000	2,676,750
Jaguar Holding Co. II/Jaguar Merger Sub Inc., Senior Notes	9.500%	12/1/19	530,000	565,775 ^(a)
Kindred Healthcare Inc., Senior Secured Notes	8.750%	1/15/23	400,000	436,000 ^(a)
Tenet Healthcare Corp., Senior Notes	8.125%	4/1/22	1,480,000	1,622,080
Tenet Healthcare Corp., Senior Notes	6.750%	6/15/23	1,560,000	1,593,150 ^(a)
Tenet Healthcare Corp., Senior Secured Notes	6.000%	10/1/20	1,330,000	1,421,438
Universal Hospital Services Inc., Secured Notes	7.625%	8/15/20	2,160,000	2,008,800
<i>Total Health Care Providers & Services</i>				20,816,253
Pharmaceuticals - 2.0%				
Concordia Healthcare Corp., Senior Notes	7.000%	4/15/23	800,000	802,000 ^(a)
DPx Holdings BV, Senior Notes	7.500%	2/1/22	980,000	1,025,325 ^(a)
Endo Finance LLC/Endo Ltd./Endo Finco Inc., Senior Notes	6.000%	7/15/23	1,690,000	1,730,138 ^(a)
JLL/Delta Dutch Pledgeco BV, Senior Notes	8.750%	5/1/20	2,610,000	2,655,675 ^{(a)(b)}
Valeant Pharmaceuticals International Inc., Senior Notes	6.125%	4/15/25	3,310,000	3,413,437 ^(a)
<i>Total Pharmaceuticals</i>				9,626,575
TOTAL HEALTH CARE				38,010,943
INDUSTRIALS - 12.7%				

Edgar Filing: WESTERN ASSET HIGH INCOME OPPORTUNITY FUND INC. - Form N-Q

Aerospace & Defense - 1.0%

Aerojet Rocketdyne Holdings Inc., Secured Notes	7.125%	3/15/21	760,000	813,200
CBC Ammo LLC/CBC FinCo Inc., Senior Notes	7.250%	11/15/21	2,330,000	2,196,025 ^(a)
Ducommun Inc., Senior Notes	9.750%	7/15/18	1,010,000	1,064,388
LMI Aerospace Inc., Secured Notes	7.375%	7/15/19	710,000	711,775

Total Aerospace & Defense 4,785,388

See Notes to Schedule of Investments.

WESTERN ASSET HIGH INCOME OPPORTUNITY FUND INC.

Schedule of investments (unaudited) (cont d)

June 30, 2015

SECURITY	RATE	MATURITY DATE	FACE AMOUNT	VALUE
Air Freight & Logistics - 0.9%				
Air Medical Merger Sub Corp., Senior Notes	6.375%	5/15/23	990,000	\$ 935,550 ^(a)
XPO Logistics Inc., Senior Notes	7.875%	9/1/19	1,910,000	2,048,188 ^(a)
XPO Logistics Inc., Senior Notes	5.750%	6/15/21	190,000 ^{EUR}	209,185 ^(a)
XPO Logistics Inc., Senior Notes	6.500%	6/15/22	1,050,000	1,030,313 ^(a)
<i>Total Air Freight & Logistics</i>				4,223,236
Airlines - 0.5%				
Air Canada, Pass-Through Trust, Secured Notes	6.625%	5/15/18	560,000	589,344 ^(a)
American Airlines, Pass-Through Trust, Secured Notes	7.000%	1/31/18	558,148	595,823 ^(a)
Continental Airlines Inc., Pass-Through Certificates, Secured Notes	9.250%	5/10/17	84,457	92,903
Continental Airlines Inc., Pass-Through Certificates, Secured Notes	5.500%	10/29/20	395,998	412,828
Delta Air Lines Inc., Pass-Through Certificates, Secured Notes	8.021%	8/10/22	585,603	671,980
Delta Air Lines Inc., Pass-Through Certificates, Subordinated Secured Notes	9.750%	12/17/16	286,615	312,410
<i>Total Airlines</i>				2,675,288
Building Products - 0.4%				
Ashton Woods USA LLC/Ashton Woods Finance Co., Senior Notes	6.875%	2/15/21	1,460,000	1,365,100 ^(a)
Building Materials Corp. of America, Senior Notes	6.750%	5/1/21	600,000	627,750 ^(a)
<i>Total Building Products</i>				1,992,850
Commercial Services & Supplies - 2.0%				
Garda World Security Corp., Senior Notes	7.250%	11/15/21	800,000	772,000 ^(a)
JM Huber Corp., Senior Notes	9.875%	11/1/19	860,000	921,972 ^(a)
Monitronics International Inc., Senior Notes	9.125%	4/1/20	3,280,000	3,181,600
United Rentals North America Inc., Senior Notes	8.250%	2/1/21	374,000	401,582
United Rentals North America Inc., Senior Notes	7.625%	4/15/22	2,608,000	2,836,200
West Corp., Senior Notes	5.375%	7/15/22	1,800,000	1,689,750 ^(a)
<i>Total Commercial Services & Supplies</i>				9,803,104
Construction & Engineering - 1.4%				
Ausdrill Finance Pty Ltd., Senior Notes	6.875%	11/1/19	1,240,000	1,047,800 ^(a)
Brundage-Bone Concrete Pumping Inc., Senior Secured Notes	10.375%	9/1/21	1,250,000	1,312,500 ^(a)
Michael Baker Holdings LLC/Michael Baker Finance Corp., Senior Notes	8.875%	4/15/19	1,580,000	1,453,600 ^{(a)(b)}
Michael Baker International LLC/CDL Acquisition Co. Inc., Senior Secured Notes	8.250%	10/15/18	1,870,000	1,818,575 ^(a)
Modular Space Corp., Secured Notes	10.250%	1/31/19	1,510,000	1,313,700 ^(a)
Odebrecht Finance Ltd., Senior Notes	4.375%	4/25/25	260,000	199,472 ^(a)
<i>Total Construction & Engineering</i>				7,145,647
Electrical Equipment - 0.4%				
International Wire Group Holdings Inc., Senior Secured Notes	8.500%	10/15/17	1,020,000	1,058,250 ^(a)
NES Rentals Holdings Inc., Senior Secured Notes	7.875%	5/1/18	930,000	943,950 ^(a)

<i>Total Electrical Equipment</i>				2,002,200
Industrial Conglomerates - 0.3%				
Leucadia National Corp., Senior Notes	8.125%	9/15/15	1,290,000	1,306,925
Machinery - 1.3%				
CTP Transportation Products LLC/CTP Finance Inc., Senior Secured Notes	8.250%	12/15/19	610,000	634,400 ^(a)
Dematic SA/DH Services Luxembourg Sarl, Senior Notes	7.750%	12/15/20	2,820,000	2,939,850 ^(a)

See Notes to Schedule of Investments.

WESTERN ASSET HIGH INCOME OPPORTUNITY FUND INC.

Schedule of investments (unaudited) (cont d)

June 30, 2015

SECURITY	RATE	MATURITY DATE	FACE AMOUNT	VALUE
Machinery - (continued)				
Global Brass and Copper Inc., Senior Secured Notes	9.500%	6/1/19	1,260,000	\$ 1,382,850
SIG Combibloc Holdings SCA, Senior Bonds	7.750%	2/15/23	570,000 ^{EUR}	662,916 ^(a)
SPL Logistics Escrow LLC/SPL Logistics Finance Corp., Senior Secured Notes	8.875%	8/1/20	890,000	947,850 ^(a)
<i>Total Machinery</i>				6,567,866
Marine - 0.7%				
Navios Maritime Acquisition Corp./Navios Acquisition Finance U.S. Inc., Senior Secured Notes	8.125%	11/15/21	2,170,000	2,145,587 ^(a)
Ultrapetrol Bahamas Ltd., Senior Secured Notes	8.875%	6/15/21	1,240,000	1,097,400
<i>Total Marine</i>				3,242,987
Road & Rail - 2.1%				
Flexi-Van Leasing Inc., Senior Notes	7.875%	8/15/18	1,290,000	1,315,800 ^(a)
Florida East Coast Holdings Corp., Senior Notes	9.750%	5/1/20	260,000	247,650 ^(a)
Florida East Coast Holdings Corp., Senior Secured Notes	6.750%	5/1/19	3,280,000	3,296,400 ^(a)
Jack Cooper Holdings Corp., Senior Secured Notes	10.250%	6/1/20	2,450,000	2,278,500 ^(a)
Jurassic Holdings III Inc., Secured Notes	6.875%	2/15/21	1,280,000	1,004,800 ^(a)
Quality Distribution LLC/QD Capital Corp., Secured Notes	9.875%	11/1/18	2,173,000	2,289,799
<i>Total Road & Rail</i>				10,432,949
Trading Companies & Distributors - 0.6%				
Ashtead Capital Inc., Senior Secured Notes	6.500%	7/15/22	1,340,000	1,427,100 ^(a)
H&E Equipment Services Inc., Senior Notes	7.000%	9/1/22	1,620,000	1,678,725
<i>Total Trading Companies & Distributors</i>				3,105,825
Transportation - 0.9%				
Hapag-Lloyd AG, Senior Notes	9.750%	10/15/17	1,700,000	1,742,500 ^(a)
Neovia Logistics Intermediate Holdings LLC/Logistics Intermediate Finance Corp., Senior Notes	10.000%	2/15/18	1,980,000	1,980,000 ^{(a)(b)}
Syncreon Group BV/Syncreon Global Finance U.S. Inc., Senior Notes	8.625%	11/1/21	1,230,000	937,875 ^(a)
<i>Total Transportation</i>				4,660,375
Transportation Infrastructure - 0.2%				
Aguila 3 SA, Senior Secured Notes	7.875%	1/31/18	870,000	864,563 ^(a)
TOTAL INDUSTRIALS				62,809,203
INFORMATION TECHNOLOGY - 2.4%				
Communications Equipment - 0.2%				
CommScope Technologies Finance LLC, Senior Notes	6.000%	6/15/25	1,270,000	1,268,413 ^(a)

Edgar Filing: WESTERN ASSET HIGH INCOME OPPORTUNITY FUND INC. - Form N-Q

Electronic Equipment, Instruments & Components - 0.3%

Interface Security Systems Holdings Inc./Interface Security Systems LLC, Senior Secured Notes	9.250%	1/15/18	1,340,000	1,353,400
---	--------	---------	-----------	-----------

Internet Software & Services - 0.4%

Ancestry.com Holdings LLC, Senior Notes	9.625%	10/15/18	710,000	726,863 ^{(a)(b)}
Ancestry.com Inc., Senior Notes	11.000%	12/15/20	1,070,000	1,219,800

Total Internet Software & Services 1,946,663

IT Services - 1.4%

Compiler Finance Subordinated Inc., Senior Notes	7.000%	5/1/21	1,900,000	1,453,500 ^(a)
First Data Corp., Secured Notes	8.250%	1/15/21	860,000	909,450 ^(a)
First Data Corp., Senior Notes	12.625%	1/15/21	2,310,000	2,673,825
First Data Corp., Senior Subordinated Notes	11.750%	8/15/21	1,545,000	1,741,987

Total IT Services 6,778,762

See Notes to Schedule of Investments.

WESTERN ASSET HIGH INCOME OPPORTUNITY FUND INC.

Schedule of investments (unaudited) (cont d)

June 30, 2015

SECURITY	RATE	MATURITY DATE	FACE AMOUNT	VALUE
Software - 0.1%				
Audatex North America Inc., Senior Notes	6.000%	6/15/21	720,000	\$ 742,500 ^(a)
TOTAL INFORMATION TECHNOLOGY				12,089,738
MATERIALS - 8.2%				
Chemicals - 0.9%				
Eco Services Operations LLC/Eco Finance Corp., Senior Notes	8.500%	11/1/22	470,000	474,700 ^(a)
Hexion Inc., Senior Secured Notes	8.875%	2/1/18	1,180,000	1,070,850
HIG BBC Intermediate Holdings LLC/HIG BBC Holdings Corp., Senior Notes	10.500%	9/15/18	770,000	765,188 ^{(a)(b)}
Kerling PLC, Senior Secured Notes	10.625%	2/1/17	1,048,000 ^{EUR}	1,198,973 ^(a)
KP Germany Erste GmbH, Senior Secured Notes	11.625%	7/15/17	420,000 ^{EUR}	501,482 ^(a)
KP Germany Erste GmbH, Senior Secured Notes	11.625%	7/15/17	320,000 ^{EUR}	382,081 ⁽ⁱ⁾
<i>Total Chemicals</i>				4,393,274
Construction Materials - 0.3%				
Hardwoods Acquisition Inc., Senior Secured Notes	7.500%	8/1/21	1,290,000	1,251,300 ^(a)
NWH Escrow Corp., Senior Secured Notes	7.500%	8/1/21	470,000	444,150 ^(a)
<i>Total Construction Materials</i>				1,695,450
Containers & Packaging - 2.5%				
Ardagh Finance Holdings SA, Senior Notes	8.625%	6/15/19	1,350,185	1,404,192 ^{(a)(b)}
Ardagh Packaging Finance PLC, Senior Notes	9.125%	10/15/20	1,130,000	1,197,800 ^(a)
Ardagh Packaging Finance PLC/Ardagh MP Holdings USA Inc., Senior Notes	6.250%	1/31/19	480,000	490,800 ^(a)
Ardagh Packaging Finance PLC/Ardagh MP Holdings USA Inc., Senior Notes	9.125%	10/15/20	2,170,000	2,289,350 ^(a)
BWAY Holding Co., Senior Notes	9.125%	8/15/21	2,150,000	2,225,250 ^(a)
Coveris Holdings SA, Senior Notes	7.875%	11/1/19	1,380,000	1,380,000 ^(a)
Pactiv LLC, Senior Bonds	8.375%	4/15/27	2,560,000	2,547,200
PaperWorks Industries Inc., Senior Secured Notes	9.500%	8/15/19	1,030,000	1,028,713 ^(a)
<i>Total Containers & Packaging</i>				12,563,305
Metals & Mining - 3.8%				
ArcelorMittal, Senior Bonds	6.125%	6/1/25	1,510,000	1,509,056
ArcelorMittal, Senior Notes	7.000%	2/25/22	340,000	368,050
Barrick Gold Corp., Senior Notes	9.000%	6/1/18	1,900,000	1,786,000 ^(a)
Coeur Mining Inc., Senior Notes	7.875%	2/1/21	1,020,000	869,550
Evraz Group SA, Notes	9.500%	4/24/18	100,000	103,471 ^(a)
Evraz Group SA, Senior Notes	9.500%	4/24/18	100,000	103,471 ⁽ⁱ⁾
FMG Resources (August 2006) Pty Ltd., Senior Notes	6.875%	4/1/22	820,000	578,100 ^(a)
FMG Resources (August 2006) Pty Ltd., Senior Secured Notes	9.750%	3/1/22	2,210,000	2,287,350 ^(a)
Midwest Vanadium Pty Ltd., Senior Secured Notes	11.500%	2/15/18	1,570,000	78,500 ^{(a)(c)(g)}
Mirabela Nickel Ltd., Subordinated Notes	1.000%	9/10/44	16,962	0 ^{(c)(d)(j)}
Prince Mineral Holding Corp., Senior Secured Notes	11.500%	12/15/19	1,280,000	1,184,000 ^(a)

Edgar Filing: WESTERN ASSET HIGH INCOME OPPORTUNITY FUND INC. - Form N-Q

Rain CII Carbon LLC/CII Carbon Corp., Senior Secured Notes	8.250%	1/15/21	2,260,000	2,209,150 ^(a)
Ryerson Inc./Joseph T. Ryerson & Son Inc., Senior Secured Notes	9.000%	10/15/17	2,040,000	2,060,400
Schaeffler Holding Finance BV, Senior Secured Bonds	6.875%	8/15/18	880,000	913,000 ^{(a)(b)}
Schaeffler Holding Finance BV, Senior Secured Notes	6.875%	8/15/18	1,050,000 ^{EUR}	1,216,421 ^{(a)(b)}
Schaeffler Holding Finance BV, Senior Secured Notes	6.750%	11/15/22	1,730,000	1,874,887 ^{(a)(b)}
St. Barbara Ltd., Senior Secured Notes	8.875%	4/15/18	290,000	276,950 ^(a)
Thompson Creek Metals Co. Inc., Senior Notes	12.500%	5/1/19	1,050,000	976,500
Vedanta Resources PLC, Senior Notes	6.750%	6/7/16	200,000	205,750 ^(a)

Total Metals & Mining

18,600,606

See Notes to Schedule of Investments.

WESTERN ASSET HIGH INCOME OPPORTUNITY FUND INC.**Schedule of investments (unaudited) (cont d)****June 30, 2015**

SECURITY	RATE	MATURITY DATE	FACE AMOUNT	VALUE
Paper & Forest Products - 0.7%				
Appvion Inc., Secured Notes	9.000%	6/1/20	3,010,000	\$ 1,911,350 ^(a)
Resolute Forest Products Inc., Senior Notes	5.875%	5/15/23	1,060,000	969,900
Verso Paper Holdings LLC/Verso Paper Inc., Senior Secured Bonds	11.750%	1/15/19	480,000	278,400
Verso Paper Holdings LLC/Verso Paper Inc., Senior Secured Notes	11.750%	1/15/19	520,000	317,200
<i>Total Paper & Forest Products</i>				<i>3,476,850</i>
TOTAL MATERIALS				40,729,485
TELECOMMUNICATION SERVICES - 10.0%				
Diversified Telecommunication Services - 5.2%				
Axtel SAB de CV, Senior Secured Notes	9.000%	1/31/20	129,000	129,645 ^(a)
CenturyLink Inc., Senior Notes	5.800%	3/15/22	2,190,000	2,099,663
CenturyLink Inc., Senior Notes	7.600%	9/15/39	1,360,000	1,239,300
Intelsat Jackson Holdings SA, Senior Bonds	5.500%	8/1/23	4,090,000	3,637,032
Intelsat Jackson Holdings SA, Senior Notes	7.250%	10/15/20	2,750,000	2,729,375
Intelsat Luxembourg SA, Senior Bonds	8.125%	6/1/23	1,370,000	1,143,950
Level 3 Financing Inc., Senior Notes	7.000%	6/1/20	130,000	138,288
Level 3 Financing Inc., Senior Notes	8.625%	7/15/20	2,350,000	2,517,320
Level 3 Financing Inc., Senior Notes	6.125%	1/15/21	630,000	662,256
Level 3 Financing Inc., Senior Notes	5.625%	2/1/23	1,350,000	1,368,563 ^(a)
Oi SA, Senior Notes	5.750%	2/10/22	2,160,000	1,881,900 ^(a)
Verizon Communications Inc., Senior Notes	5.150%	9/15/23	1,830,000	2,006,935
Windstream Corp., Senior Notes	7.750%	10/1/21	1,070,000	984,400
Windstream Corp., Senior Notes	7.500%	6/1/22	5,860,000	5,171,450
Windstream Corp., Senior Notes	7.500%	4/1/23	310,000	272,025
<i>Total Diversified Telecommunication Services</i>				<i>25,982,102</i>
Wireless Telecommunication Services - 4.8%				
Altice Financing SA, Senior Secured Notes	5.250%	2/15/23	180,000 ^{EUR}	202,680 ^(a)
Altice Financing SA, Senior Secured Notes	6.625%	2/15/23	3,260,000	3,244,678 ^(a)
Sprint Capital Corp., Senior Notes	6.875%	11/15/28	2,900,000	2,501,250
Sprint Capital Corp., Senior Notes	8.750%	3/15/32	5,335,000	5,201,625
Sprint Communications Inc., Senior Notes	6.000%	12/1/16	200,000	205,875
Sprint Communications Inc., Senior Notes	9.000%	11/15/18	2,770,000	3,134,975 ^(a)
Sprint Corp., Senior Notes	7.875%	9/15/23	2,860,000	2,796,508
T-Mobile USA Inc., Senior Notes	6.542%	4/28/20	560,000	587,714
T-Mobile USA Inc., Senior Notes	6.000%	3/1/23	2,000,000	2,052,500
Vimpel Communications Via VIP Finance Ireland Ltd. OJSC, Senior Notes	9.125%	4/30/18	130,000	140,442 ⁽ⁱ⁾
Vimpel Communications Via VIP Finance Ireland Ltd. OJSC, Senior Notes	7.748%	2/2/21	2,010,000	2,037,637 ^(a)
VimpelCom Holdings BV, Senior Notes	7.504%	3/1/22	1,000,000	982,500 ⁽ⁱ⁾
VimpelCom Holdings BV, Senior Notes	7.504%	3/1/22	590,000	579,675 ^(a)
<i>Total Wireless Telecommunication Services</i>				<i>23,668,059</i>
TOTAL TELECOMMUNICATION SERVICES				49,650,161

Edgar Filing: WESTERN ASSET HIGH INCOME OPPORTUNITY FUND INC. - Form N-Q

UTILITIES - 3.1%

Electric Utilities - 1.7%

Midwest Generation LLC, Pass-Through Certificates	8.560%	1/2/16	221,549	221,549
NRG REMA LLC, Pass-Through Certificates	9.237%	7/2/17	453,761	477,584
NRG REMA LLC, Pass-Through Certificates	9.681%	7/2/26	2,820,000	3,038,550
Red Oak Power LLC, Secured Notes	9.200%	11/30/29	4,200,000	4,725,000

Total Electric Utilities 8,462,683

See Notes to Schedule of Investments.

WESTERN ASSET HIGH INCOME OPPORTUNITY FUND INC.**Schedule of investments (unaudited) (cont d)****June 30, 2015**

SECURITY	RATE	MATURITY DATE	FACE AMOUNT	VALUE
Gas Utilities - 0.0%				
Southern Natural Gas Co., Senior Notes	8.000%	3/1/32	60,000	\$ 71,400
Independent Power and Renewable Electricity Producers - 1.4%				
Calpine Corp., Senior Secured Notes	7.875%	1/15/23	1,139,000	1,235,815 ^(a)
Foresight Energy LLC/Foresight Energy Finance Corp., Senior Notes	7.875%	8/15/21	1,130,000	1,017,000 ^(a)
Mirant Mid Atlantic LLC, Pass-Through Certificates	9.125%	6/30/17	71,465	75,396
Mirant Mid Atlantic LLC, Pass-Through Certificates	10.060%	12/30/28	3,303,832	3,564,009
TerraForm Power Operating LLC, Senior Notes	5.875%	2/1/23	1,040,000	1,060,800 ^(a)
<i>Total Independent Power and Renewable Electricity Producers</i>				6,953,020
TOTAL UTILITIES				15,487,103
TOTAL CORPORATE BONDS & NOTES				
(Cost - \$444,756,561)				438,994,608

See Notes to Schedule of Investments.

WESTERN ASSET HIGH INCOME OPPORTUNITY FUND INC.

Schedule of investments (unaudited) (cont d)

June 30, 2015

SECURITY	RATE	MATURITY DATE	FACE AMOUNT	VALUE
COLLATERALIZED MORTGAGE OBLIGATIONS - 0.1%				
Countrywide Home Loan Mortgage Pass-Through Trust, 2004-HYB5 7A1 (Cost - \$436,457)	2.420%	4/20/35	616,878	\$ 551,236 ^(f)
CONVERTIBLE BONDS & NOTES - 0.3%				
MATERIALS - 0.3%				
Chemicals - 0.1%				
Hercules Inc., Junior Subordinated Bonds	6.500%	6/30/29	420,000	381,938
Metals & Mining - 0.2%				
Mirabela Nickel Ltd., Senior Secured Bonds	9.500%	6/24/19	1,183,939	870,195 ^{(a)(b)(c)}
TOTAL CONVERTIBLE BONDS & NOTES				
(Cost - \$1,570,531)				1,252,133
SENIOR LOANS - 2.1%				
CONSUMER DISCRETIONARY - 0.6%				
Hotels, Restaurants & Leisure - 0.3%				
Equinox Holdings Inc., Second Lien Term Loan	9.750%	7/31/20	1,290,000	1,315,800 ^{(k)(l)}
Specialty Retail - 0.2%				
Spencer Gifts LLC, 2nd Lien Term Loan	10.500%	11/12/21	1,100,000	1,111,000 ^{(k)(l)}
Textiles, Apparel & Luxury Goods - 0.1%				
TOMS Shoes LLC, Term Loan B	6.500%	10/28/20	827,925	766,866 ^{(k)(l)}
TOTAL CONSUMER DISCRETIONARY				3,193,666
CONSUMER STAPLES - 0.1%				
Food Products - 0.1%				
AdvancePierre Foods Inc., Second Lien Term Loan	9.500%	10/10/17	550,000	559,625 ^{(k)(l)}
ENERGY - 0.2%				
Oil, Gas & Consumable Fuels - 0.2%				
Westmoreland Coal Co., Term Loan B	7.500%	12/16/20	1,064,650	1,038,034 ^{(k)(l)}
HEALTH CARE - 0.5%				
Health Care Equipment & Supplies - 0.2%				
Lantheus Medical Imaging Inc., Term Loan		10/15/22	1,020,000	1,008,576 ^(m)
Health Care Providers & Services - 0.3%				
Radnet Management Inc., Second Lien Term Loan	8.000%	3/25/21	1,350,000	1,331,437 ^{(k)(l)}
TOTAL HEALTH CARE				2,340,013

Edgar Filing: WESTERN ASSET HIGH INCOME OPPORTUNITY FUND INC. - Form N-Q

MATERIALS - 0.2%

Chemicals - 0.2%

Kronos Inc., Second Lien Term Loan	9.750%	4/30/20	979,232	1,009,221 ^{(k)(l)}
------------------------------------	--------	---------	---------	-----------------------------

UTILITIES - 0.5%

Electric Utilities - 0.3%

Panda Temple Power LLC, 2015 Term Loan B	7.250%	3/4/22	1,216,950	1,204,780 ^{(k)(l)}
--	--------	--------	-----------	-----------------------------

Independent Power and Renewable Electricity Producers - 0.2%

Energy Future Intermediate Holding Co., LLC, DIP Term Loan	4.250%	6/19/16	1,160,000	1,162,900 ^{(k)(l)}
--	--------	---------	-----------	-----------------------------

TOTAL UTILITIES

2,367,680

TOTAL SENIOR LOANS

(Cost - \$10,390,069)

10,508,239

See Notes to Schedule of Investments.

WESTERN ASSET HIGH INCOME OPPORTUNITY FUND INC.

Schedule of investments (unaudited) (cont d)

June 30, 2015

SECURITY	SHARES	VALUE
COMMON STOCKS - 2.6%		
CONSUMER DISCRETIONARY - 0.2%		
Automobiles - 0.2%		
Ford Motor Co.	88,227	\$ 1,324,287
Hotels, Restaurants & Leisure - 0.0%		
Bossier Casino Venture Holdco Inc.	86,730	0*(c)(d)(j)
TOTAL CONSUMER DISCRETIONARY		1,324,287
ENERGY - 0.6%		
Energy Equipment & Services - 0.6%		
KCAD Holdings I Ltd.	275,927,431	2,841,777*(c)(d)
FINANCIALS - 1.0%		
Banks - 1.0%		
Citigroup Inc.	64,503	3,563,145
JPMorgan Chase & Co.	24,776	1,678,822
TOTAL FINANCIALS		5,241,967
HEALTH CARE - 0.3%		
Health Care Providers & Services - 0.3%		
Physiotherapy Associates Holdings Inc.	16,100	1,336,300*(c)(d)
INDUSTRIALS - 0.4%		
Marine - 0.2%		
DeepOcean Group Holding AS	106,322	812,768*(c)(d)
Trading Companies & Distributors - 0.2%		
H&E Equipment Services Inc.	54,510	1,088,565
TOTAL INDUSTRIALS		1,901,333
MATERIALS - 0.1%		
Metals & Mining - 0.1%		
Mirabela Nickel Ltd.	3,464,533	307,402*
TOTAL COMMON STOCKS		
(Cost - \$12,737,086)		12,953,066

RATE