

Western Asset Income Fund
Form N-Q
May 30, 2007

UNITED STATES
SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

FORM N-Q

QUARTERLY SCHEDULE OF PORTFOLIO HOLDINGS OF REGISTERED
MANAGEMENT INVESTMENT COMPANIES

Investment Company Act file number: 811-02351

Western Asset Income Fund

(Exact Name of Registrant as Specified In Its Charter)

Address of Principal Executive Offices: 385 East Colorado Boulevard
Pasadena, CA 91101

Name and address of agent for service: Charles A. Ruys de Perez

385 East Colorado Boulevard

Pasadena, CA 91101

Registrant's telephone number, including area code: (410) 539-0000

Date of fiscal year end: December 31, 2007

Date of reporting period: March 31, 2007

Item 1 Schedule of Investments

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Portfolio of Investments

Western Asset Income Fund

March 31, 2007 (Unaudited)

(Amounts in Thousands)

	Rate	Maturity Date	Par	Value
Long-Term Securities 96.3%				
Corporate Bonds and Notes 70.0%				
Aerospace and Defense 0.2%				
L-3 Communications Corp.	7.625%	6/15/12	\$ 275	\$ 283
Airlines 0.3%				
Continental Airlines Inc.	6.545%	8/2/20	171	178
Continental Airlines Inc.	7.256%	9/15/21	209	225
				403
Automobiles 4.1%				
DaimlerChrysler NA Holding Corp.	7.300%	1/15/12	245	264
Ford Motor Co.	7.450%	7/16/31	3,550	2,747 ^A
General Motors Corp.	8.250%	7/15/23	3,450	3,105 ^A
				6,116
Building Products 0.5%				
American Standard Inc.	8.250%	6/1/09	500	528
Nortek Inc.	8.500%	9/1/14	225	219
				747
Capital Markets 3.4%				
BankAmerica Capital III	5.930%	1/15/27	215	209 ^{A,B}
Lehman Brothers Holdings Inc.	5.000%	1/14/11	1,340	1,329
Lehman Brothers Holdings Inc.	5.750%	1/3/17	110	110
Merrill Lynch and Co. Inc.	6.110%	1/29/37	320	310
Morgan Stanley	5.050%	1/21/11	1,780	1,772
Morgan Stanley	4.750%	4/1/14	60	57
The Bear Stearns Cos. Inc.	5.550%	1/22/17	720	706
The Goldman Sachs Group Inc.	6.345%	2/15/34	555	548
				5,041
Chemicals 0.6%				
The Dow Chemical Co.	7.375%	11/1/29	800	890
Commercial Banks 2.8%				
Comerica Capital Trust II	6.576%	2/20/37	360	349 ^C
Rabobank Capital Funding Trust II	5.260%	12/31/49	115	112 ^{C,D}
Rabobank Capital Funding Trust III	5.254%	12/31/16	1,145	1,104 ^{C,D}
RBS Capital Trust III	5.512%	9/29/49	1,460	1,437 ^C
SunTrust Capital VIII	6.100%	12/1/66	390	365 ^C

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Wachovia Capital Trust III	5.800%	3/15/42	200	202 c
Wells Fargo Capital X	5.950%	12/15/36	620	597
				4,166
Commercial Services and Supplies 0.3%				
Waste Management Inc.	7.375%	5/15/29	415	456
Communications Equipment N.M.				
Motorola Inc.	7.625%	11/15/10	56	60

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Consumer Finance 5.2%					
American Express Co.	6.800%	9/1/66	\$ 1,000	\$ 1,065	C
Capital One Financial Corp.	7.125%	8/1/08	90	92	
Ford Motor Credit Co.	7.375%	10/28/09	4,425	4,417	
GMAC LLC	8.000%	11/1/31	1,610	1,726	
Nelnet Inc.	7.400%	9/29/36	460	473	C
					7,773
Containers and Packaging 0.1%					
Graphic Packaging International Corp.	9.500%	8/15/13	200	213	
Diversified Financial Services 9.9%					
AGFC Capital Trust I	6.000%	1/15/67	300	300	C,D
AIG SunAmerica Global Financing VI	6.300%	5/10/11	1,880	1,963	D
American Express Travel Related Services Co. Inc.	5.250%	11/21/11	300	302	D
Bank of America Corp.	7.800%	9/15/16	250	291	
Beaver Valley II Funding	9.000%	6/1/17	300	341	
Capital One Bank	5.750%	9/15/10	310	314	
Capital One Bank	6.500%	6/13/13	330	345	
Capital One Capital IV	6.745%	2/17/37	390	374	C
Chase Capital II	5.860%	2/1/27	725	708	A,B
Citigroup Inc.	6.125%	8/25/36	550	559	
Deutsche Bank Capital Funding Trust	5.628%	1/19/49	670	658	A,C,D
Glen Meadow Pass-Through Certificates	6.505%	2/12/67	310	315	C,D
HSBC Finance Capital Trust IX	5.911%	11/30/35	1,350	1,340	C
HSBC Finance Corp.	5.700%	6/1/11	1,730	1,756	
ILFC E-Capital Trust II	6.250%	12/21/65	790	809	A,C,D
Mizuho Preferred Capital Co. LLC	8.790%	12/29/49	110	115	C,D
Residential Capital Corp.	6.000%	2/22/11	1,770	1,746	
UBS Preferred Funding Trust V	6.243%	5/12/49	1,120	1,156	C
ZFS Finance USA Trust II	6.450%	12/15/65	1,440	1,440	C,D
					14,832
Diversified Telecommunication Services 4.3%					
AT&T Corp.	8.000%	11/15/31	440	544	
BellSouth Corp.	4.750%	11/15/12	320	312	
Embarq Corp.	7.082%	6/1/16	330	336	
Qwest Capital Funding Inc.	7.250%	2/15/11	1,150	1,177	
Qwest Communications International Inc.	7.500%	2/15/14	850	876	
Qwest Corp.	6.875%	9/15/33	1,000	965	A
Verizon Global Funding Corp.	5.850%	9/15/35	570	539	
Verizon New York Inc.	6.875%	4/1/12	1,540	1,625	
					6,374
Electric Utilities 5.2%					
Exelon Corp.	6.750%	5/1/11	1,050	1,094	
FirstEnergy Corp.	6.450%	11/15/11	60	63	
FirstEnergy Corp.	7.375%	11/15/31	460	523	
Pacific Gas and Electric Co.	6.050%	3/1/34	800	802	
PNPP II Funding Corp.	9.120%	5/30/16	2,361	2,669	A
Sithe/Independence Funding Corp.	9.000%	12/30/13	1,500	1,652	
Tampa Electric Co.	6.375%	8/15/12	145	152	
TXU Energy Co.	6.125%	3/15/08	500	503	A

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TXU Energy Co.	7.000%	3/15/13	\$ 370	\$ 385	
					7,843
Food and Staples Retailing	0.6%				
CVS Corp.	5.750%	8/15/11	290	296	
Safeway Inc.	7.500%	9/15/09	500	525 ^A	
					821
Food Products	0.3%				
Kraft Foods Inc.	6.250%	6/1/12	500	520	
Gas Utilities	0.2%				
Southern Natural Gas Co.	5.900%	4/1/17	340	340 ^D	
Health Care Equipment and Supplies	0.6%				