ABERDEEN GLOBAL INCOME FUND INC
Form N-CSR
December 29, 2011

UNITED STATES

SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

FORM N-CSR

CERTIFIED SHAREHOLDER REPORT OF REGISTERED

MANAGEMENT INVESTMENT COMPANIES

Investment Company Act file number:	811-06342
Exact name of registrant as specified in charter:	Aberdeen Global Income Fund, Inc.
Address of principal executive offices:	Aberdeen Asset Management Inc. 1735 Market Street 32nd Floor Philadelphia, PA 19103
Name and address of agent for service:	Andrea Melia Aberdeen Asset Management Inc. 1735 Market Street 32nd Floor Philadelphia, PA 19103
Registrant s telephone number, including area code:	866-839-5233
Date of fiscal year end:	October 31
Date of reporting period:	October 31, 2011

Item 1 Reports to Stockholders.

Managed Distribution Policy

The Board of Directors of the Fund has authorized a managed distribution policy (MDP) of paying monthly distributions at an annual rate of $0.07 per share set once a year. With each distribution, the Fund will issue a notice to shareholders and an accompanying press release which will provide detailed information regarding the amount and composition of the distribution and other information required by the Fund s MDP exemptive order. The Fund s Board of Directors may amend or terminate the MDP at any time without prior notice to shareholders; however, at this time, there are no reasonably foreseeable circumstances that might cause the termination of the MDP. You should not draw any conclusions about the Fund s investment performance from the amount of distributions or from the terms of the Fund s MDP.

Distribution Disclosure Classification (unaudited)

The Fund s policy is to provide investors with a stable monthly distribution out of current income, supplemented by realized capital gains and, to the extent necessary, paid-in capital.

The Fund is subject to U.S. corporate, tax and securities laws. Under U.S. tax accounting rules, the amount of distributable income for each fiscal period depends on the actual exchange rates during the entire year between the U.S. Dollar and the currencies in which Fund assets are denominated and on the aggregate gains and losses realized by the Fund during the entire year.

Therefore, the exact amount of distributable income for each fiscal year can only be determined as of the end of the Fund s fiscal year, October 31. However, under the Investment Company Act of 1940 (the 1940 Act), the Fund is required to indicate the sources of certain distributions to shareholders. The estimated distribution composition may vary from month to month because it may be materially impacted by future realized gains and losses on securities and fluctuations in the value of the currencies in which the Fund s assets are denominated.

The distributions for the fiscal year ended October 31, 2011, consisted of 100% net investment income.

In January 2012, a Form 1099-DIV will be sent to shareholders, which will state the amount and composition of distributions and provide information with respect to their appropriate tax treatment for the 2011 calendar year.

Dividend Reinvestment and Direct Stock Purchase Plan

The Fund has a Dividend Reinvestment and Direct Stock Purchase Plan (the Plan), which is sponsored and administered by Computershare Trust Company, N.A., the Fund s transfer agent.

The Plan allows registered stockholders and first time investors to buy and sell shares and automatically reinvest dividends and capital gains through our transfer agent. This is a cost-effective way to invest in the Fund.

Please note that for both purchases and reinvestment purposes, shares will be purchased in the open market at the current share price and cannot be issued directly by the Fund.

For more information about the Plan and a brochure that includes the terms and conditions of the Plan, please call Computershare at 1-800-647-0584 or visit www.computershare.com/buyaberdeen.

All amounts are U.S. Dollars unless otherwise stated.

Letter to Shareholders (unaudited)

December 8, 2011

Dear Shareholder,

We present this Annual Report which covers the activities of Aberdeen Global Income Fund, Inc. (the Fund) for the year ended October 31, 2011. The Fund s principal investment objective is to provide high current income by investing primarily in fixed income securities. As a secondary investment objective, the Fund seeks capital appreciation, but only when consistent with its principal investment objective.

Net Asset Value Performance

The Fund s total return based on net asset value (NAV) was 11.0% for the year ended October 31, 2011 and 8.5% per annum since inception, assuming the reinvestment of dividends and distributions.

Share Price Performance

The Fund s share price increased by 4.6% over the twelve month period, from $12.53 on October 31, 2010 to $13.11 on October 31, 2011. The Fund s share price on October 31, 2011 represented a discount of 2.5% to the NAV per share of $13.45 on that date, compared with a discount of 3.0% to the NAV per share of $12.92 on October 31, 2010. At the date of this letter, the share price was $14.14, representing a premium of 6.9% to the NAV per share of $13.23.

Credit Quality

As of October 31, 2011, 72.8% of the Fund s portfolio was invested in securities where either the issue or the issuer was rated A or better by Standard & Poor s Corporation or Moody s Investors Services, Inc., or judged by Aberdeen Asset Management Asia Limited (the Investment Manager) to be of equivalent quality.

Distributions

Distributions to common shareholders for the twelve months ended October 31, 2011 totaled $0.84 per share. Based on the share price of $13.11 on October 31, 2011, the distribution rate over the twelve month period ended October 31, 2011 was 6.4%. Since all distributions are paid after deducting applicable withholding taxes, the effective distribution rate may be higher for those U.S. investors who are able to claim a tax credit.

On December 7, 2011, the Board of Directors of the Fund (the Board) authorized a monthly distribution of $0.07 per share, payable on January 13, 2012 to common shareholders of record as of December 30, 2011.

The Fund s policy is to provide investors with a stable monthly distribution out of current income, supplemented by realized capital gains and, to the extent necessary, paid-in capital, which is a

non-taxable return of capital. It is the Board s intention that a monthly distribution of at least $0.07 per share be maintained for twelve months, beginning with the July 15, 2011 distribution payment. This policy is subject to regular review at the Board s quarterly meetings, unless market conditions require an earlier evaluation. The next annual review is scheduled to take place in June 2012.

Share Repurchase Policy

The Fund s policy is generally to buy back Fund shares on the open market when the Fund trades at certain discounts to NAV. During the fiscal year ended October 31, 2011 and the fiscal year ended October 31, 2010, the Fund did not repurchase any shares.

Revolving Credit Facility and Leverage

The Fund s revolving credit loan facility with The Bank of Nova Scotia was renewed for another 364 day term on March 3, 2011. The outstanding balance on the loan as of October 31, 2011 was $40,000,000. Under the terms of the loan facility and applicable regulations, the Fund is required to maintain certain asset coverage ratios for the amount of its outstanding borrowings. The Board regularly reviews the use of leverage by the Fund. The Fund is also authorized to use reverse repurchase agreements as another form of leverage.

Portfolio Holdings Disclosure

The Fund files its complete schedule of portfolio holdings with the SEC for the first and third quarters of each fiscal year on Form N-Q. The Fund s Form N-Q filings are available on the SEC s website at http://www.sec.gov and may be reviewed and copied at the SEC s Public Reference Room in Washington, D.C. Information about the operation of the Public Reference Room may be obtained by calling 1-800-SEC-0330. The Fund makes the information on Form N-Q available to shareholders on the Fund s website or upon request and without charge by calling Investor Relations toll-free at 1-866-839-5233.

Proxy Voting

A description of the policies and procedures that the Fund uses to determine how to vote proxies relating to portfolio securities, and information regarding how the Fund voted proxies relating to portfolio securities during the twelve months ended June 30, 2011, is available: (i) upon request and without charge by calling Investor Relations toll-free at 1-866-839-5233; and (ii) on the SEC s website at http://www.sec.gov.

Letter to Shareholders (unaudited) (concluded)

Investor Relations Information

For information about the Fund, daily updates of share price, NAV, and details of recent distributions, contact Aberdeen Asset Management Inc. by:

- calling toll free at 1-866-839-5233 in the United States,
- emailing InvestorRelations@aberdeen-asset.com, or
- visiting the website at www.aberdeenfco.com.

For more information about Aberdeen Closed-End Funds, please visit our Closed-End Investor Center at www.aberdeen-asset.us/cef.

From the site you will also be able to review performance, download literature and sign up for email services. The site houses topical information about the funds, including fact sheets from Morningstar that are updated daily and monthly manager reports. If you sign up for our email service online, we can ensure that you will be among the first to know about Aberdeen s latest closed-end fund news.

Included within this report is a reply card with postage paid envelope. Please complete and mail the card if you would like to be added to our enhanced email service and receive future communications from Aberdeen.

Yours sincerely,

Christian Pittard

President

All amounts are U.S. Dollars unless otherwise stated.

Report of the Investment Manager (unaudited)

Share Price Performance

On October 31, 2011, the Fund s share price was $13.11, which represented a discount of 2.5% to the NAV per share of $13.45. As of December 8, 2011, the share price was $14.14, representing a premium of 6.9% to the NAV per share of $13.23.

Loan Facility and the Use of Leverage

The Fund utilizes leverage to seek to increase the yield for its shareholders. The amounts borrowed from the line of credit may be invested to return higher rates than the rates in the Fund s portfolio. However, the cost of leverage could exceed the income earned by the Fund on the proceeds of such leverage. To the extent that the Fund is unable to invest the proceeds from the use of leverage in assets which pay interest at a rate which exceeds the rate paid on the leverage, the yield on the Fund s common stock will decrease. In addition, in the event of a general market decline in the value of assets in which the Fund invests, the effect of that decline will be magnified in the Fund because of the additional assets purchased with the proceeds of the leverage. Non-recurring expenses in connection with the implementation of the loan facility will reduce the Fund s performance.

The Fund s leveraged capital structure creates special risks not associated with unleveraged funds having similar investment objectives and policies. The funds borrowed pursuant to the loan facility may constitute a substantial lien and burden by reason of their prior claim against the income of the Fund and against the net assets of the Fund in liquidation. The Fund is not permitted to declare dividends or other distributions in the event of default under the loan facility. In the event of default, the lenders have the right to cause a liquidation of the collateral (i.e., sell portfolio securities and other assets of the Fund) and, if any such default is not cured, the lenders may be able to control the liquidation as well. The loan facility has a term of 364 days and is not a perpetual form of leverage; there can be no assurance that the loan facility will be available for renewal on acceptable terms, if at all.

The credit agreement governing the loan facility includes usual and customary covenants for this type of transaction. These covenants impose on the Fund asset coverage requirements, fund composition requirements and limits on certain investments, such as illiquid investments, which are more stringent than those imposed on the Fund by the 1940 Act. The covenants or guidelines could impede Aberdeen Asset Management Asia Limited (the Investment Manager), Aberdeen Asset Management Limited (the Investment Adviser) or Aberdeen Asset Management Investment Services Limited (the Sub-Adviser) from fully managing the Fund s portfolio in accordance with the Fund s investment objective and policies. Furthermore, non-compliance with such covenants or the

occurrence of other events could lead to the cancellation of the loan facility. The covenants also include a requirement that the Fund maintain a NAV of no less than $75 million.

Prices and availability of leverage are extremely volatile in the current market environment. The Board regularly reviews the use of leverage by the Fund and may explore other forms of leverage. The Fund is also authorized to use reverse repurchase agreements as another form of leverage. A reverse repurchase agreement involves the sale of a security, with an agreement to repurchase the same or substantially similar securities at an agreed upon price and date. Whether such a transaction produces a gain for the Fund depends upon the costs of the agreements and the income and gains of the securities purchased with the proceeds received from the sale of the security. If the income and gains on the securities purchased fail to exceed the costs, the Fund s NAV will decline faster than otherwise would be the case. Reverse repurchase agreements, as with any leveraging techniques, may increase the Fund s return; however, such transactions also increase the Fund s risks in down markets.

Interest Rate Swaps

The Fund may enter into interest rate swaps to efficiently gain or hedge interest rate or currency risk. On April 21, 2011 a swap agreement with a notional amount of $7.0 million expired. On April 21 and April 28, 2011, the Fund entered into new interest rate swap agreements with an aggregate notional amount of $7.0 and $15.0 million, respectively. On August 17, 2011, the Fund entered into a new interest rate swap agreement with an aggregate notional amount of $4.0 million. On October 27, 2011, the Fund unwound four interest rate swap agreements with aggregate notional amounts of $15.0, $7.0, $7.0 and $7.0 million, respectively, and entered into two new interest rate swap agreements with aggregate notional amounts of $20.0 and $16.0 million, respectively. As of October 31, 2011, the Fund held interest rate swap agreements with an aggregate notional amount of $40 million, which represented approximately 100% of the Fund s total borrowings. Under the terms of the agreements currently in effect, the Fund receives a floating rate of interest (three month USD-LIBOR BBA rate) and pays fixed rates of interest for the terms and based upon the notional amounts set forth below:

Remaining Term as of October 31, 2011	**Amount (in $ millions)**	**Fixed Rate Payable (%)**
60 months	16.0	1.42
58 months	4.0	1.20
36 months	20.0	0.82

A significant risk associated with interest rate swaps is the risk that the counterparty may default or file for bankruptcy, in which case

Report of the Investment Manager (unaudited) (concluded)

the Fund would bear the risk of loss of the amount expected to be received under the swap agreements. There can be no assurance that the Fund will have an interest rate swap in place at any given time nor can there be any assurance that, if an interest rate swap is in place, it will be successful in hedging the Fund s interest rate risk with respect to the loan facility. The implementation of this strategy is at the discretion of the Leverage Committee of the Board.

Economic Review

At the start of 2011, bond yields rose further as the financial markets became increasingly focused on the implications of higher inflation. These concerns centered on the effects of higher energy prices as the escalation of political events in the Middle East and North Africa prompted a further spike in oil prices.

Europe continued to be dominated by concerns surrounding the ability of highly indebted countries to meet their debt liabilities against the background of slowing global growth. As a result of this, the European Central Bank (ECB) reactivated the Securities Markets Program (SMP) and initially bought only Irish and Portuguese bonds. However, with Italian 10-year yields hitting 6.4%, establishing new post-EMU highs (similarly for Spain), the ECB announced that they would purchase these bonds as part of the SMP as well.

Over the most recent quarter, the markets were not satisfied with the progress made by policy makers towards resolution of the euro zone crisis and indiscriminate risk aversion dominated all markets. Core government bonds regarded by many as safe havens benefited from this trend. Yields on 10-year U.S. Treasury bonds decreased to 2.1%, yields on 10-year UK gilts decreased to 2.4%, while yields on 10-year German bonds decreased to 2.0%.

In the U.S., American politicians reached a last minute deal on the debt ceiling in August, with approximately $2.4 trillion in federal spending cuts and a $2.1 trillion increase to the ceiling agreed in principle, although mostly back-dated and with specific savings to be decided by a new committee. Nevertheless, Standard and Poor s

downgraded U.S. long-term debt to AA+ and left the outlook as negative.

In the currency markets, the U.S. Dollar underperformed most major currencies. Currencies regarded as safer havens, most notably the Swiss franc, were the top performers.

The Fund uses U.S. Dollar interest rate swaps to hedge the floating rate loan that is used to provide marginal leverage to the overall asset portfolio. These swap positions are used to lock-in a fixed rate of borrowing at yield levels that remain below the average yield of the assets held across the Fund. However, the value of these swap positions may rise and fall in line with secondary market interest rates which in turn will create unrealized gains and losses from the swap positions over time. During the year ended October 31, 2011, swap yields generally declined and hence on a stand-alone basis the swaps have detracted from the performance of the fund on a marked to market basis. However, the use of leverage in the Fund has, in overall terms, added value to the performance of the Fund.

During the quarter ended October 31, 2011, the manager closed-out a number of open swap transactions and re-established new fixed paid swap positions. Previous open swap positions with maturities in April 21, 2012, June 30, 2014, April 27, 2016 and May 4, 2016 for a total notional value of USD $36m were closed and new 3 and 5 year swap positions were opened for notional amounts of USD $20m and USD $16m respectively. The closing of the original swap positions was undertaken in order to realize certain tax losses in the 2011 financial year and as a partial offset to realized gains in other segments of the Fund s investments. Due to the decline in overall market interest rates since the establishment of the original swap positions these transactions, while realizing losses in the short term, have been re-established at lower interest rate levels.

The Fund also employed foreign exchange forwards to manage the exposure to the New Zealand Dollar and British Pound Sterling. These forwards subtracted value by 0.26%.

4

Portfolio Composition (unaudited)

Quality of Investments

As of October 31, 2011, 72.8% of the Fund s total investments were invested in securities where either the issue or the issuer was rated at A or better by Standard & Poor s Corporation or Moody s Investors Service, Inc., or, if unrated, judged to be of equivalent quality by the Investment Manager. The table below shows the asset quality of the Fund s portfolio as of October 31, 2011, compared with the previous six and twelve months:

Date	AAA/Aaa %	AA/Aa %	A %	BBB/Baa %	BB/Ba* %	B* %	CCC* %
October 31, 2011	42.7	23.2	6.9	12.4	8.2	6.6	0.0
April 30, 2011	47.8	13.4	11.5	13.0	8.2	6.1	0.0
October 31, 2010	46.2	12.4	10.8	13.0	11.3	6.3	0.0

* Below investment grade

Geographic Composition

The Fund s investments are divided into three categories: Developed Markets, Investment Grade Developing Markets and Sub-Investment Grade Developing Markets. The table below shows the geographical composition (i.e., with U.S. Dollar denominated bonds issued by foreign issuers allocated into country of issuance) of the Fund s total investments as of October 31, 2011, compared with the previous six and twelve months:

Date	Developed Markets %	Investment Grade Developing Markets %	Sub-Investment Grade Developing Markets %
October 31, 2011	76.0	11.5	12.5
April 30, 2011	76.7	11.3	12.0
October 31, 2010	75.5	10.2	14.3

Currency Composition

The table below shows the currency composition of the Fund s total investments as of October 31, 2011, compared with the previous six and twelve months:

Date	Developed Markets %	Investment Grade Developing Markets %	Sub-Investment Grade Developing Markets %
October 31, 2011	96.1	2.1	1.8
April 30, 2011	95.0	2.0	3.0
October 31, 2010	92.7	2.5	4.8

Maturity Composition

As of October 31, 2011, the average maturity of the Fund s total investments was 10.2 years, compared with 9.6 years at October 31, 2010 and 9.4 years at April 30, 2011. The table below shows the maturity composition of the Fund s investments as of October 31, 2011, compared with the previous six and twelve months:

Date	Under 3 Years %	3 to 5 Years %	5 to 10 Years %	10 Years & Over %
October 31, 2011	24.8	11.6	28.4	35.2
April 30, 2011	27.5	14.8	31.2	26.5
October 31, 2010	26.6	16.4	27.4	29.6

Summary of Key Rates (unaudited)

The following table summarizes the movements of key interest rates and currencies from the previous six and twelve month periods.

	October 31, 2011	April 30, 2011	October 31, 2010
Australia			
90 day bank bills	4.71%	4.92%	4.87%
10 year bonds	4.51%	5.43%	5.20%
Australian Dollar	$1.06	$1.09	$0.98
Canada			
90 day bank bills	0.97%	0.99%	0.93%
10 year bonds	2.28%	3.21%	2.81%
Canadian Dollar	$1.01	$1.05	$0.98
Malaysia			
90 day T-bills	2.98%	2.78%	2.89%
10 year bonds	3.75%	3.97%	3.82%
Malaysian Ringgit*	R3.07	R2.96	R3.11
New Zealand			
90 day bank bills	2.71%	2.69%	3.21%
10 year bonds	4.50%	5.44%	5.24%
New Zealand Dollar	$0.81	$0.81	$0.76
Philippines			
90 day T-bills	1.41%	0.78%	3.83%
10 year bonds	5.92%	6.45%	5.96%
Philippines Peso*	₱42.64	₱42.81	₱43.02
Singapore			
90 day T-bills	0.29%	0.27%	0.29%
10 year bonds	1.75%	2.41%	1.98%
Singapore Dollar*	S$1.25	S$1.22	S$1.29
South Korea			
90 day T-bills	3.43%	3.39%	2.38%
10 year bonds	3.87%	4.48%	4.36%
South Korean Won*	₩1,108.20	₩1,071.65	₩1,125.25
Thailand			
90 day deposits	2.00%	1.50%	1.00%
10 year bonds	3.39%	3.68%	3.20%
Thai Baht*	฿30.75	฿29.85	฿29.98
United Kingdom			
90 day bank bills	0.99%	0.82%	0.74%
10 year bonds	2.44%	3.43%	3.08%
British Pound	£1.61	£1.67	£1.60