

Western Asset High Yield Defined Opportunity Fund Inc.
Form N-CSRS
April 24, 2014

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 811-22444

Western Asset High Yield Defined 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: August 31

Date of reporting period: February 28, 2014

ITEM 1. REPORT TO STOCKHOLDERS.

The Semi-**Annual** Report to Stockholders is filed herewith.

Semi-Annual Report

February 28, 2014

WESTERN ASSET

HIGH YIELD DEFINED

OPPORTUNITY FUND INC. (HYI)

INVESTMENT PRODUCTS: NOT FDIC INSURED NO BANK GUARANTEE MAY LOSE VALUE

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Fund objective	

The Fund's primary investment objective is to provide high income. As a secondary objective, the Fund will seek capital appreciation.

Letter from the chairman

Dear Shareholder,

We are pleased to provide the semi-annual report of Western Asset High Yield Defined Opportunity Fund Inc. for the six-month reporting period ended February 28, 2014. Please read on for Fund performance information and a detailed look at prevailing economic and market conditions during the Fund's reporting period.

As always, we remain committed to providing you with excellent service and a full spectrum of investment choices. We also remain committed to supplementing the support you receive from your financial advisor. One way we accomplish this is through our website, www.lmcef.com. Here you can gain immediate access to market and investment information, including:

Fund prices and performance,

Market insights and commentaries from our portfolio managers, and

A host of educational resources.

We look forward to helping you meet your financial goals.

Sincerely,

Kenneth D. Fuller

Chairman, President and Chief Executive Officer

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March 28, 2014

II Western Asset High Yield Defined Opportunity Fund Inc.

Investment commentary

Economic review

While the pace was uneven, the U.S. economy continued to grow over the six months ended February 28, 2014 (the reporting period). Looking back, U.S. gross domestic product (GDP) growth, as reported by the U.S. Department of Commerce, was 2.5% during the second quarter of 2013. The economy then gathered some momentum during the third quarter, with GDP growth of 4.1%, its best reading since the fourth quarter of 2011. Stronger growth was driven, in part, by an increase in private inventory investment, a deceleration in imports and accelerating state and local government spending. The U.S. Department of Commerce's final reading for fourth quarter 2013 GDP growth, released after the reporting period ended, was 2.6%. Slower growth was due to several factors, including a deceleration in private inventory investment, declining federal government spending and less residential fixed investments.

The U.S. job market improved during the reporting period. When the period began, unemployment, as reported by the U.S. Department of Labor, was 7.2%. Unemployment then declined to 7.0% in November, 6.7% in December and 6.6% in January 2014, the latter being its lowest level since October 2008. Unemployment then ticked up to 6.7% in February 2014. Lower unemployment during the period was partially due to a decline in the workforce participation rate, which was 63.0% in February 2014, close to its lowest level since 1978. The number of longer-term unemployed remained elevated, as roughly 37.0% of the 10.5 million Americans looking for work in February 2014 had been out of work for more than six months. In contrast, 35.8% had been out of work for more than six months in January 2014.

Sales of existing-homes declined at times during the reporting period given rising mortgage rates and weather-related factors. According to the National Association of Realtors (NAR), after rising in December 2013, existing-home sales fell 5.1% on a seasonally adjusted basis in January 2014 and 0.4% in February 2014, both versus the previous month's sales. However, the NAR reported that the median existing-home price for all housing types was \$189,000 in February 2014, up 9.1% from February 2013. The inventory of homes available for sale in February 2014 was 6.4% higher than the previous month at a 5.2 month supply at the current sales pace and 5.3% higher than in February 2013.

The manufacturing sector continued to expand, although it moderated toward the end of the reporting period. Based on revised figures for the Institute for Supply Management's Purchasing Managers' Index (PMI), manufacturing expanded during all six months of the reporting period. It peaked in October 2013, with a PMI of 57.0 (a reading below 50 indicates a contraction, whereas a reading above 50 indicates an expansion). This represented the PMI's highest reading since April 2011. The PMI then moderated somewhat in December 2013 to 56.5 and fell to 51.3 in January 2014, its weakest reading since May 2013. However, the PMI moved up to 53.2 in February 2014. During February 2014, fourteen of the eighteen industries within the PMI expanded, versus eleven expanding the prior month.

Investment commentary (cont d)

Market review

Q. How did the Federal Reserve Board (Fedⁱⁱ) respond to the economic environment?

A. The Fed took a number of actions as it sought to meet its dual mandate of fostering maximum employment and price stability. As has been the case since December 2008, the Fed kept the federal funds rate^{iv} at a historically low range between zero and 0.25%. At its meeting in December 2012, prior to the beginning of the reporting period, the Fed announced that it would continue purchasing \$40 billion per month of agency mortgage-backed securities (MBS), as well as initially purchasing \$45 billion per month of longer-term Treasuries. At its meeting that ended on June 19, 2013, the Fed did not make any material changes to its official policy statement. However, in a press conference following the meeting, then Fed Chairman Ben Bernanke said the Committee currently anticipates that it would be appropriate to moderate the monthly pace of purchases later this year. In a surprise to many investors, at its meeting that ended on September 18, 2013, the Fed did not taper its asset purchase program and said that it decided to await more evidence that progress will be sustained before adjusting the pace of its purchases. At its meeting that concluded on December 18, 2013, the Fed announced that it would begin reducing its monthly asset purchases, saying Beginning in January 2014, the Committee will add to its holdings of agency MBS at a pace of \$35 billion per month rather than \$40 billion per month, and will add to its holdings of longer-term Treasury securities at a pace of \$40 billion per month rather than \$45 billion per month. At the Fed s meeting that concluded on January 29, 2014, it announced that in February 2014 it would further taper its asset purchases, to a total of \$65 billion a month (\$30 billion per month of agency MBS and \$35 billion per month of longer-term Treasury securities). This was Ben Bernanke s final meeting as the Chairman of the Federal Reserve Board. Janet Yellen was approved by the U.S. Senate in January 2014, and became Chair of the Fed on February 3, 2014. Finally, at its meeting that concluded on March 19, 2014, after the reporting period ended, the Fed announced a further tapering of its asset purchases in April to a total of \$55 billion a month (\$25 billion per month of agency MBS and \$30 billion per month of longer-term Treasuries).

Q. Did Treasury yields trend higher or lower during the six months ended February 28, 2014?

A. Both short- and long-term Treasury yields edged lower during the reporting period. When the period began, the yield on the two-year Treasury was 0.39%. It fell as low as 0.28% on several occasions in November and early December 2013, and was as high as 0.52% on September 5, 2013, before ending the period at 0.33%. The yield on the ten-year Treasury began the period at 2.78%. Ten-year Treasuries reached a low of 2.51% on October 23, 2013 and peaked at 3.04% on December 31, 2013, before moving down to 2.66% at the end of the period.

Q. What factors impacted the spread sectors (non-Treasuries) during the reporting period?

A. Most spread sectors generated positive results during the reporting period. The spread sectors performed poorly during the month prior to the beginning of the period amid rising interest rates given the Fed s indications that it may soon begin tapering

its asset purchase program. Most spread sectors then posted positive absolute returns in September and October, as the Fed delayed the taper of its asset purchase program. However, the spread sectors then generally weakened in November and December 2013. The reporting period ended on a positive note, as the spread sectors largely rallied in January and February 2014 as investor demand was generally solid. The overall bond market, as measured by the Barclays U.S. Aggregate Index^v, gained 2.84% during the six months ended February 28, 2014.

Q. How did the high-yield bond market perform over the six months ended February 28, 2014?

A. The U.S. high-yield bond market was the best performing spread sector during the reporting period. The asset class, as measured by the Barclays U.S. Corporate High Yield 2% Issuer Cap Index^x, posted positive returns during all six months covered by the reporting period. Supporting the high yield market was generally solid investor demand and low defaults. All told, the high-yield bond market gained 7.46% for the six months ended February 28, 2014.

Q. How did the emerging market debt asset class perform over the reporting period?

A. The asset class was volatile but generated strong results overall during the six months ended February 28, 2014. The asset class rallied sharply in September and October, as the Fed did not taper its asset purchase program and investor demand increased. However, the asset class declined in November as interest rates moved higher. After a brief rally in December, the asset class weakened in January 2014, given renewed concerns about China's economy and depreciating emerging market currencies. However, the asset class rallied sharply in February 2014 as investor demand resumed and fears about China's economy appeared to move to the back burner. Overall, the JPMorgan Emerging Markets Bond Index Global (EMBI Global)ⁱⁱ gained 5.88% during the six months ended February 28, 2014.

Performance review

For the six months ended February 28, 2014, Western Asset High Yield Defined Opportunity Fund Inc. returned 7.08% based on its net asset value (NAV)ⁱⁱⁱ and 6.79% based on its New York Stock Exchange (NYSE) market price per share. The Fund's unmanaged benchmarks, the Barclays U.S. Corporate High Yield 2% Issuer Cap Index B Component[†] and the Barclays U.S. Corporate High Yield 2% Issuer Cap Index Caa Component[‡], returned 7.22% and 8.47%, respectively, over the same time frame. The Lipper High Yield Closed-End Funds Category Average^{xi} returned 7.31% for the same period. Please note that Lipper performance returns are based on each fund's NAV.

During this six-month period, the Fund made distributions to shareholders totaling \$0.77 per share.

As of February 28, 2014, the Fund estimates that 94.35% of the distributions were sourced from net investment income and 5.65% constituted a return of capital.* The

performance table shows the Fund's six-

*These estimates are not for tax purposes. The Fund will issue a Form 1099 with final composition of the distributions for tax purposes after year-end. A return of capital is not taxable and results in a reduction in the tax basis of a shareholder's investment. For more information about a distribution's composition, please refer to the Fund's distribution press release or, if applicable, the Section 19 notice located in the press release section of our website, www.lmcef.com.

Investment commentary (cont d)

month total return based on its NAV and market price as of February 28, 2014. **Past performance is no guarantee of future results.**

Performance Snapshot as of February 28, 2014 (unaudited)

Price Per Share	6-Month Total Return**
\$19.58 (NAV)	7.08%
\$18.06 (Market Price)	6.79%

All figures represent past performance and are not a guarantee of future results. Performance figures for periods shorter than one year represent cumulative figures and are not annualized.

**** Total returns are based on changes in NAV or market price, respectively. Returns reflect the deduction of all Fund expenses, including management fees, operating expenses, and other Fund expenses. Returns do not reflect the deduction of brokerage commissions or taxes that investors may pay on distributions or the sale of shares.**

Total return assumes the reinvestment of all distributions, including returns of capital, if any, at NAV.

Total return assumes the reinvestment of all distributions, including returns of capital, if any, in additional shares in accordance with the Fund's Dividend Reinvestment Plan.

Looking for additional information?

The Fund is traded under the symbol **HYI** and its closing market price is available in most newspapers under the NYSE listings. The daily NAV is available on-line under the symbol **XHYIX** on most financial websites. *Barron's* and the *Wall Street Journal's* Monday edition both carry closed-end fund tables that provide additional information. In addition, the Fund issues a quarterly press release that can be found on most major financial websites as well as www.lmcef.com.

In a continuing effort to provide information concerning the Fund, shareholders may call 1-888-777-0102 (toll free), Monday through Friday from 8:00 a.m. to 5:30 p.m. Eastern Time, for the Fund's current NAV, market price and other information.

Thank you for your investment in Western Asset High Yield Defined Opportunity Fund Inc. As always, we appreciate that you have chosen us to manage your assets and we remain focused on achieving the Fund's investment goals.

Sincerely,

Kenneth D. Fuller

Chairman, President and

Chief Executive Officer

March 28, 2014

RISKS: *The Fund's investments are subject to credit risk, inflation risk and interest rate risk. As interest rates rise, bond prices fall, reducing the value of the Fund's share price. The Fund may invest in lower-rated high-yield bonds which are subject to greater credit risk (risk of default) than higher-rated obligations. Investments in foreign securities involve risks, including the possibility of losses due to changes in currency exchange rates and negative developments in the political, economic, or regulatory structure of specific countries or regions. These*

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risks are greater in emerging markets. The Fund may make significant investments in derivative instruments. Derivative instruments can be illiquid, may disproportionately increase losses, and have a potentially large impact on Fund performance.

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All investments are subject to risk including the possible loss of principal. Past performance is no guarantee of future results. All index performance reflects no deduction for fees, expenses or taxes. Please note that an investor cannot invest directly in an index.

The information provided is not intended to be a forecast of future events, a guarantee of future results or investment advice. Views expressed may differ from those of the firm as a whole.

- ⁱ Gross domestic product (GDP) is the market value of all final goods and services produced within a country in a given period of time.
- ⁱⁱ The Institute for Supply Management's PMI is based on a survey of purchasing executives who buy the raw materials for manufacturing at more than 350 companies. It offers an early reading on the health of the manufacturing sector.
- ⁱⁱⁱ The Federal Reserve Board (Fed) is responsible for the formulation of policies designed to promote economic growth, full employment, stable prices and a sustainable pattern of international trade and payments.
- ^{iv} The federal funds rate is the rate charged by one depository institution on an overnight sale of immediately available funds (balances at the Federal Reserve) to another depository institution; the rate may vary from depository institution to depository institution and from day to day.
- ^v The Barclays U.S. Aggregate Index is a broad-based bond index comprised of government, corporate, mortgage- and asset-backed issues, rated investment grade or higher, and having at least one year to maturity.
- ^{vi} The Barclays U.S. Corporate High Yield 2% Issuer Cap Index is an index of the 2% Issuer Cap component of the Barclays U.S. Corporate High Yield Index, which covers the U.S. dollar-denominated, non-investment grade, fixed-rate, taxable corporate bond market.
- ^{vii} The JPMorgan Emerging Markets Bond Index Global (EMBI Global) tracks total returns for U.S. dollar-denominated debt instruments issued by emerging market sovereign and quasi- sovereign entities: Brady bonds, loans, Eurobonds and local market instruments.
- ^{viii} Net asset value (NAV) is calculated by subtracting total liabilities and outstanding preferred stock (if any) from the closing value of all securities held by the Fund (plus all other assets) and dividing the result (total net assets) by the total number of the common shares outstanding. The NAV fluctuates with changes in the market prices of securities in which the Fund has invested. However, the price at which an investor may buy or sell shares of the Fund is the Fund's market price as determined by supply of and demand for the Fund's shares.
- ^{ix} The Barclays U.S. Corporate High Yield 2% Issuer Cap Index B Component is an index of the 2% Issuer Cap component of the Barclays U.S. Corporate High Yield Index and is comprised of B-rated securities included in this Index.
- ^x The Barclays U.S. Corporate High Yield 2% Issuer Cap Index Caa Component is an index of the 2% Issuer Cap component of the Barclays U.S. Corporate High Yield Index and is comprised of Caa-rated securities included in this Index.
- ^{xi} Lipper, Inc., a wholly-owned subsidiary of Reuters, provides independent insight on global collective investments. Returns are based on the six-month period ended February 28, 2014, including the reinvestment of all distributions, including returns of capital, if any, calculated among the 7 funds in the Fund's Lipper category.

Fund at a glance (unaudited)

Investment breakdown (%) as a percent of total investments

The bar graph above represents the composition of the Fund's investments as of February 28, 2014 and August 31, 2013 and does not include derivatives, such as futures contracts, swap contracts and forward foreign currency contracts. The Fund is actively managed. As a result, the composition of the Fund's investments is subject to change at any time.
Represents less than 0.1%.

Spread duration (unaudited)

Economic exposure February 28, 2014

Total Spread Duration

HYI 2.84 years

Benchmark 3.33 years

Spread duration measures the sensitivity to changes in spreads. The spread over Treasuries is the annual risk-premium demanded by investors to hold non-Treasury securities. Spread duration is quantified as the % change in price resulting from a 100 basis points change in spreads. For a security with positive spread duration, an increase in spreads would result in a price decline and a decline in spreads would result in a price increase. This chart highlights the market sector exposure of the Fund's sectors relative to the selected benchmark sectors as of the end of the reporting period.

Benchmark	60% Barclays U.S. Corporate High Yield Index Caa Component & 2% Issuer Cap Index B Component & 40% Barclays U.S. Corporate High Yield Index Caa Component & 2% Issuer Cap
EM	Emerging Markets
HY	High Yield
HYI	Western Asset High Yield Defined Opportunity Fund Inc.
IG Credit	Investment Grade Credit

Effective duration (unaudited)

Interest rate exposure February 28, 2014

Total Effective Duration

HYI 2.91 years

Benchmark 3.33 years

Effective duration measures the sensitivity to changes in relevant interest rates. Effective duration is quantified as the % change in price resulting from a 100 basis points change in interest rates. For a security with positive effective duration, an increase in interest rates would result in a price decline and a decline in interest rates would result in a price increase. This chart highlights the interest rate exposure of the Fund's sectors relative to the selected benchmark sectors as of the end of the reporting period.

Benchmark	60% Barclays U.S. Corporate High Yield Index Caa Component & 2% Issuer Cap Index B Component & 40% Barclays U.S. Corporate High Yield Index Caa Component & 2% Issuer Cap
EM	Emerging Markets
HY	High Yield
HYI	Western Asset High Yield Defined Opportunity Fund Inc.
IG Credit	Investment Grade Credit

Schedule of investments (unaudited)

February 28, 2014

Western Asset High Yield Defined Opportunity Fund Inc.

Security	Rate	Maturity Date	Face Amount	Value
Corporate Bonds & Notes 87.4%				
Consumer Discretionary 18.2%				
<i>Auto Components 0.6%</i>				
Europcar Groupe SA, Senior Notes	11.500%	5/15/17	350,000 EUR	\$ 560,643 (a)
Europcar Groupe SA, Senior Notes	9.375%	4/15/18	1,540,000 EUR	2,295,716 (a)
<i>Total Auto Components</i>				<i>2,856,359</i>
<i>Automobiles 0.4%</i>				
Chrysler Group LLC/CG Co.-Issuer Inc., Secured Notes	8.250%	6/15/21	1,030,000	1,171,625
Jaguar Holding Co. II/Jaguar Merger Sub Inc., Senior Notes	9.500%	12/1/19	430,000	483,750 (a)
<i>Total Automobiles</i>				<i>1,655,375</i>
<i>Diversified Consumer Services 1.0%</i>				
Co-operative Group Holdings 2011 Ltd., Senior Notes	6.875%	7/8/20	100,000 GBP	176,876 (a)
Co-operative Group Holdings 2011 Ltd., Senior Notes	7.500%	7/8/26	280,000 GBP	495,000
Odeon & UCI Finco PLC, Senior Secured Notes	9.000%	8/1/18	1,079,000 GBP	1,870,080 (a)
Service Corp. International, Senior Notes	7.500%	4/1/27	1,030,000	1,099,525
StoneMor Partners LP/Cornerstone Family Services of WV, Senior Notes	7.875%	6/1/21	760,000	801,800 (a)
<i>Total Diversified Consumer Services</i>				<i>4,443,281</i>
<i>Hotels, Restaurants & Leisure 6.0%</i>				
Bossier Casino Venture Holdco Inc., Senior Secured Bonds	14.000%	2/9/18	1,170,796	1,132,171 (a)(b)(c)(d)
Boyd Gaming Corp., Senior Notes	9.000%	7/1/20	860,000	939,550
Burger King Capital Holdings LLC/Burger King Capital Finance Inc., Senior Notes, Step bond	0.000%	4/15/19	360,000	328,500 (a)
Caesars Entertainment Operating Co. Inc., Senior Secured Notes	11.250%	6/1/17	3,000,000	3,071,250
Caesars Entertainment Operating Co. Inc., Senior Secured Notes	8.500%	2/15/20	1,000,000	963,125
Carrols Restaurant Group Inc., Senior Secured Notes	11.250%	5/15/18	1,130,000	1,305,150
CCM Merger Inc., Senior Notes	9.125%	5/1/19	1,400,000	1,494,500 (a)
CEC Entertainment Inc., Senior Notes	8.000%	2/15/22	630,000	650,475 (a)
Downstream Development Quapaw, Senior Secured Notes	10.500%	7/1/19	1,090,000	1,149,950 (a)
Gala Electric Casinos Ltd., Secured Notes	11.500%	6/1/19	1,380,000 GBP	2,478,419 (a)
Greektown Holdings LLC/Greektown Mothership Corp., Senior Secured Notes	8.875%	3/15/19	680,000	703,800 (a)
Hoa Restaurant Group LLC/Hoa Finance Corp., Senior Secured Notes	11.250%	4/1/17	3,000,000	3,195,000 (a)
Landry's Holdings II Inc., Senior Notes	10.250%	1/1/18	650,000	693,875 (a)
Landry's Inc., Senior Notes	9.375%	5/1/20	2,890,000	3,193,450 (a)
Mohegan Tribal Gaming Authority, Senior Notes	9.750%	9/1/21	430,000	476,225 (a)
Paris Las Vegas Holding LLC/Harrah's Las Vegas LLC/Flamingo Las Vegas Holding LLC, Senior Secured Notes	8.000%	10/1/20	1,410,000	1,506,938 (a)

See Notes to Financial Statements.

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Western Asset High Yield Defined Opportunity Fund Inc.

Security	Rate	Maturity Date	Face Amount	Value
<i>Hotels, Restaurants & Leisure continued</i>				
Rivers Pittsburgh Borrower LP/Rivers Pittsburgh Finance Corp., Senior Secured Notes	9.500%	6/15/19	273,000	\$ 299,618 ^(a)
Seneca Gaming Corp., Senior Notes	8.250%	12/1/18	1,410,000	1,522,800 ^(a)
Seven Seas Cruises S de RL LLC, Senior Secured Notes	9.125%	5/15/19	1,570,000	1,742,700
<i>Total Hotels, Restaurants & Leisure</i>				<i>26,847,496</i>
<i>Household Durables 1.3%</i>				
APX Group Inc., Senior Secured Notes	6.375%	12/1/19	750,000	777,187
Century Intermediate Holding Co. 2, Senior Notes	9.750%	2/15/19	1,630,000	1,723,725 ^{(a)(b)}
Standard Pacific Corp., Senior Notes	6.250%	12/15/21	1,080,000	1,154,250
William Lyon Homes Inc., Senior Notes	8.500%	11/15/20	950,000	1,049,750
Woodside Homes Co. LLC/Woodside Homes Finance Inc., Senior Notes	6.750%	12/15/21	920,000	943,000 ^(a)
<i>Total Household Durables</i>				<i>5,647,912</i>
<i>Media 5.3%</i>				
Carmike Cinemas Inc., Secured Notes	7.375%	5/15/19	430,000	471,925
Cerved Group SpA, Senior Secured Notes	6.375%	1/15/20	100,000 EUR	148,382 ^(a)
Cerved Group SpA, Senior Subordinated Notes	8.000%	1/15/21	150,000 EUR	224,793 ^(a)
CSC Holdings LLC, Senior Notes	6.750%	11/15/21	450,000	509,625
DISH DBS Corp., Senior Notes	6.750%	6/1/21	2,670,000	2,997,075
Gibson Brands Inc., Senior Secured Notes	8.875%	8/1/18	330,000	353,100 ^(a)
Nara Cable Funding Ltd., Senior Secured Notes	8.875%	12/1/18	1,000,000	1,092,500 ^(a)
New Cotai LLC/New Cotai Capital Corp., Senior Secured Notes	10.625%	5/1/19	813,633	919,405 ^{(a)(b)}
Ono Finance II PLC, Senior Bonds	10.875%	7/15/19	4,631,000	5,140,410 ^(a)
Polish Television Holding BV, Senior Secured Bonds	11.000%	1/15/21	220,000 EUR	342,384 ^{(a)(b)}
Time Warner Cable Inc., Senior Notes	8.750%	2/14/19	1,224,000	1,563,312
Time Warner Cable Inc., Senior Notes	8.250%	4/1/19	550,000	693,278
Univision Communications Inc., Senior Notes	8.500%	5/15/21	680,000	759,050 ^(a)
Univision Communications Inc., Senior Secured Notes	6.750%	9/15/22	2,514,000	2,803,110 ^(a)
UPC Holding BV, Junior Secured Subordinated Notes	6.375%	9/15/22	140,000 EUR	205,175 ^(a)
UPCB Finance II Ltd., Senior Notes	6.375%	7/1/20	2,000,000 EUR	2,960,744 ^(a)
Virgin Media Finance PLC, Senior Notes	6.375%	4/15/23	2,260,000	2,401,250 ^(a)
<i>Total Media</i>				<i>23,585,518</i>
<i>Multiline Retail 0.7%</i>				
Bon-Ton Department Stores Inc., Secured Notes	8.000%	6/15/21	510,000	488,325
Neiman Marcus Group LLC, Senior Secured Notes	7.125%	6/1/28	270,000	270,675
Neiman Marcus Group Ltd. LLC, Senior Notes	8.750%	10/15/21	2,080,000	2,246,400 ^{(a)(b)}
<i>Total Multiline Retail</i>				<i>3,005,400</i>

See Notes to Financial Statements.

Schedule of investments (unaudited) (cont'd)

February 28, 2014

Western Asset High Yield Defined Opportunity Fund Inc.

Security	Rate	Maturity Date	Face Amount	Value
<i>Specialty Retail 2.2%</i>				
AA Bond Co., Ltd., Secured Notes	9.500%	7/31/19	280,000 GBP	\$ 528,023 (a)
Edcon Holdings Pty Ltd., Senior Secured Subordinated Bonds	13.375%	6/30/19	220,000 EUR	285,464 (a)
Edcon Pty Ltd., Senior Secured Notes	9.500%	3/1/18	1,950,000 EUR	2,657,941 (a)
Edcon Pty Ltd., Senior Secured Notes	9.500%	3/1/18	1,000,000 EUR	1,363,047 (a)
Gymboree Corp., Senior Notes	9.125%	12/1/18	1,350,000	1,204,875
Hot Topic Inc., Senior Secured Notes	9.250%	6/15/21	660,000	707,850 (a)
New Academy Finance Co. LLC/New Academy Finance Corp., Senior Notes	8.000%	6/15/18	220,000	226,050 (a)(b)
Spencer Spirit Holdings Inc., Senior Notes	9.000%	5/1/18	1,730,000	1,773,250 (a)(b)
Spencer Spirit Holdings Inc./Spencer Gifts LLC/Spirit Halloween Superstores, Senior Notes	11.000%	5/1/17	940,000	1,005,800 (a)
<i>Total Specialty Retail</i>				<i>9,752,300</i>
<i>Textiles, Apparel & Luxury Goods 0.7%</i>				
Boardriders SA, Senior Notes	8.875%	12/15/17	1,500,000 EUR	2,236,087 (a)
Chinos Intermediate Holdings A Inc., Senior Notes	7.750%	5/1/19	510,000	534,225 (a)(b)
Empire Today LLC/Empire Today Finance Corp., Senior Secured Notes	11.375%	2/1/17	550,000	558,250 (a)
<i>Total Textiles, Apparel & Luxury Goods</i>				<i>3,328,562</i>
Total Consumer Discretionary				81,122,203
<i>Consumer Staples 3.9%</i>				
<i>Beverages 0.4%</i>				
Carolina Beverage Group LLC/Carolina Beverage Group Finance Inc., Secured Notes	10.625%	8/1/18	670,000	725,275 (a)
Crestview DS Merger Subordinated II Inc., Senior Secured Notes	10.000%	9/1/21	1,000,000	1,110,000 (a)
<i>Total Beverages</i>				<i>1,835,275</i>
<i>Food & Staples Retailing 0.3%</i>				
Beverages & More Inc., Senior Secured Notes	10.000%	11/15/18	1,340,000	1,371,825 (a)
<i>Food Products 2.9%</i>				
Boparan Holdings Ltd., Senior Notes	9.875%	4/30/18	1,000,000 GBP	1,818,981 (a)
Chiquita Brands International Inc./Chiquita Brands LLC, Senior Secured Notes	7.875%	2/1/21	1,543,000	1,706,172
Dole Food Co. Inc., Senior Secured Notes	7.250%	5/1/19	1,050,000	1,067,063 (a)
Foodcorp Ltd., Senior Secured Notes	8.750%	3/1/18	630,000 EUR	954,374 (a)
Foodcorp Ltd., Senior Secured Notes	8.750%	3/1/18	474,714 EUR	719,135 (a)
Land O' Lakes Capital Trust I, Junior Subordinated Bonds	7.450%	3/15/28	870,000	848,250 (a)
Simmons Foods Inc., Senior Secured Notes	10.500%	11/1/17	3,600,000	3,910,500 (a)
Sun Merger Sub Inc., Senior Notes	5.875%	8/1/21	1,140,000	1,177,050 (a)
Wells Enterprises Inc., Senior Secured Notes	6.750%	2/1/20	672,000	696,360 (a)
<i>Total Food Products</i>				<i>12,897,885</i>

See Notes to Financial Statements.

Western Asset High Yield Defined Opportunity Fund Inc.

Security	Rate	Maturity Date	Face Amount	Value
<i>Household Products 0.1%</i>				
Spectrum Brands Inc., Senior Notes	6.625%	11/15/22	460,000	\$ 501,975
<i>Tobacco 0.2%</i>				
Alliance One International Inc., Secured Notes	9.875%	7/15/21	1,020,000	1,035,300
Total Consumer Staples				17,642,260
<i>Energy 9.0%</i>				
<i>Energy Equipment & Services 1.5%</i>				
Hercules Offshore Inc., Senior Notes	10.250%	4/1/19	730,000	835,850 (a)
Hercules Offshore Inc., Senior Notes	8.750%	7/15/21	1,010,000	1,131,200 (a)
Hercules Offshore Inc., Senior Notes	7.500%	10/1/21	1,220,000	1,296,250 (a)
Parker Drilling Co., Senior Notes	6.750%	7/15/22	1,040,000	1,082,900 (a)
Petroleum Geo-Services ASA, Senior Notes	7.375%	12/15/18	1,060,000	1,147,450 (a)
Sierra Hamilton LLC/Sierra Hamilton Finance Inc., Senior Secured Notes	12.250%	12/15/18	1,040,000	1,073,800 (a)
<i>Total Energy Equipment & Services</i>				<i>6,567,450</i>
<i>Oil, Gas & Consumable Fuels 7.5%</i>				
Arch Coal Inc., Senior Notes	7.000%	6/15/19	960,000	801,600
Arch Coal Inc., Senior Notes	9.875%	6/15/19	570,000	518,700
Calumet Specialty Products Partners LP/Calumet Finance Corp., Senior Notes	9.375%	5/1/19	910,000	1,010,100
Calumet Specialty Products Partners LP/Calumet Finance Corp., Senior Notes	9.375%	5/1/19	270,000	299,700
Calumet Specialty Products Partners LP/Calumet Finance Corp., Senior Notes	9.625%	8/1/20	570,000	652,650
Calumet Specialty Products Partners LP/Calumet Finance Corp., Senior Notes	7.625%	1/15/22	970,000	1,034,262
Carrizo Oil & Gas Inc., Senior Notes	7.500%	9/15/20	620,000	685,100
Chesapeake Energy Corp., Senior Notes	6.875%	11/15/20	1,240,000	1,432,200
Comstock Resources Inc., Senior Notes	9.500%	6/15/20	890,000	1,015,713
EP Energy LLC/EP Energy Finance Inc., Senior Notes	9.375%	5/1/20	100,000	116,250
Globe Luxembourg SCA, Senior Secured Notes	9.625%	5/1/18	1,790,000	1,937,675 (a)
Halcon Resources Corp., Senior Notes	9.750%	7/15/20	1,290,000	1,364,175
Halcon Resources Corp., Senior Notes	9.750%	7/15/20	510,000	538,688 (a)
Halcon Resources Corp., Senior Notes	8.875%	5/15/21	1,110,000	1,134,975
Kodiak Oil & Gas Corp., Senior Notes	8.125%	12/1/19	1,130,000	1,262,775
Magnum Hunter Resources Corp., Senior Notes	9.750%	5/15/20	1,880,000	2,091,500
MEG Energy Corp., Senior Notes	7.000%	3/31/24	2,110,000	2,220,775 (a)
Milagro Oil & Gas Inc., Secured Notes	10.500%	5/15/16	1,360,000	1,026,800 (e)
Murray Energy Corp., Senior Secured Notes	8.625%	6/15/21	740,000	788,100 (a)
Natural Resource Partners LP, Senior Notes	9.125%	10/1/18	940,000	984,650 (a)

See Notes to Financial Statements.

Schedule of investments (unaudited) (cont d)

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Western Asset High Yield Defined Opportunity Fund Inc.

Security	Rate	Maturity Date	Face Amount	Value
<i>Oil, Gas & Consumable Fuels continued</i>				
Parsley Energy LLC/Parsley Finance Corp., Senior Notes	7.500%	2/15/22	890,000	\$ 936,725 (a)
Peabody Energy Corp., Senior Notes	7.875%	11/1/26	740,000	764,050
Plains Exploration & Production Co., Senior Notes	6.750%	2/1/22	200,000	222,000
Quicksilver Resources Inc., Senior Notes	11.000%	7/1/21	1,670,000	1,837,000 (a)
Samson Investment Co., Senior Notes	10.750%	2/15/20	2,760,000	3,080,850 (a)
Sanchez Energy Corp., Senior Notes	7.750%	6/15/21	1,610,000	1,690,500 (a)
SandRidge Energy Inc., Senior Notes	7.500%	2/15/23	380,000	402,800
Shelf Drilling Holdings Ltd., Senior Secured Notes	8.625%	11/1/18	750,000	811,875 (a)
Summit Midstream Holdings LLC/Summit Mindstream Finance Corp., Senior Notes	7.500%	7/1/21	580,000	617,700 (a)
Westmoreland Escrow Corp., Senior Secured Notes	10.750%	2/1/18	700,000	766,500 (a)
Xinergy Ltd., Senior Secured Notes	9.250%	5/15/19	1,890,000	1,370,250 (a)
<i>Total Oil, Gas & Consumable Fuels</i>				33,416,638
Total Energy				39,984,088
Financials 7.9%				
<i>Commercial Banks 4.5%</i>				
Bank of America Corp., Junior Subordinated Notes	5.200%	6/1/23	1,000,000	945,000 (f)(g)
Barclays Bank PLC, Subordinated Notes	10.179%	6/12/21	1,550,000	2,097,561 (a)
Barclays Bank PLC, Subordinated Notes	7.625%	11/21/22	1,750,000	1,938,125
Credit Agricole SA, Subordinated Notes	8.375%	10/13/19	1,320,000	1,498,200 (a)(f)(g)
Intesa Sanpaolo SpA, Senior Notes	3.625%	8/12/15	1,490,000	1,528,530 (a)
JPMorgan Chase & Co., Junior Subordinated Bonds	6.000%	8/1/23	530,000	530,000 (f)(g)
M&T Bank Corp., Junior Subordinated Notes	6.875%	6/15/16	1,170,000	1,172,067 (a)(g)
Royal Bank of Scotland Group PLC, Junior Subordinated Notes, Medium-Term Notes	7.640%	9/30/17	7,000,000	7,052,500 (f)(g)
Royal Bank of Scotland NV, Subordinated Notes	7.750%	5/15/23	350,000	394,735
Royal Bank of Scotland PLC, Subordinated Notes	13.125%	3/19/22	2,030,000 AUD	2,170,833 (a)(f)
Santander Issuances SAU, Notes	5.911%	6/20/16	900,000	965,066 (a)
<i>Total Commercial Banks</i>				20,292,617
<i>Consumer Finance 0.5%</i>				
SLM Corp., Medium-Term Notes, Senior Notes	8.450%	6/15/18	920,000	1,092,500
Stearns Holdings Inc., Senior Secured Notes	9.375%	8/15/20	520,000	533,000 (a)
TMX Finance LLC/TitleMax Finance Corp., Senior Secured Notes	8.500%	9/15/18	460,000	504,850 (a)
<i>Total Consumer Finance</i>				2,130,350
<i>Diversified Financial Services 2.2%</i>				
ING US Inc., Junior Subordinated Notes	5.650%	5/15/53	410,000	403,850 (f)
International Lease Finance Corp., Senior Notes	5.750%	5/15/16	1,000,000	1,082,500

See Notes to Financial Statements.

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Western Asset High Yield Defined Opportunity Fund Inc.

Security	Rate	Maturity Date	Face Amount	Value
<i>Diversified Financial Services continued</i>				
International Lease Finance Corp., Senior Notes	8.750%	3/15/17	1,900,000	\$ 2,251,500
International Lease Finance Corp., Senior Notes	8.250%	12/15/20	3,140,000	3,850,425
Nationstar Mortgage LLC/Nationstar Capital Corp., Senior Notes	7.875%	10/1/20	920,000	936,100
TransUnion Holding Co. Inc., Senior Notes	9.625%	6/15/18	630,000	673,312
ZFS Finance USA Trust II, Bonds	6.450%	12/15/65	500,000	538,750 (a)(f)
<i>Total Diversified Financial Services</i>				<i>9,736,437</i>
<i>Insurance 0.3%</i>				
Fidelity & Guaranty Life Holdings Inc., Senior Notes	6.375%	4/1/21	620,000	663,400 (a)
Liberty Mutual Group Inc., Junior Subordinated Bonds	7.800%	3/15/37	720,000	784,800 (a)
<i>Total Insurance</i>				<i>1,448,200</i>
<i>Real Estate Management & Development 0.4%</i>				
Howard Hughes Corp., Senior Notes	6.875%	10/1/21	1,750,000	1,855,000 (a)
Total Financials				35,462,604
<i>Health Care 6.5%</i>				
<i>Health Care Equipment & Supplies 1.6%</i>				
Alere Inc., Senior Subordinated Notes	6.500%	6/15/20	1,180,000	1,244,900
ConvaTec Finance International SA, Senior Notes	8.250%	1/15/19	860,000	887,950 (a)(b)
Lantheus Medical Imaging Inc., Senior Notes	9.750%	5/15/17	1,790,000	1,682,600
Ontex IV SA, Senior Notes	9.000%	4/15/19	1,400,000 EUR	2,101,507 (a)
Ontex IV SA, Senior Notes	9.000%	4/15/19	680,000 EUR	1,020,732 (a)
<i>Total Health Care Equipment & Supplies</i>				<i>6,937,689</i>
<i>Health Care Providers & Services 3.8%</i>				
Acadia Healthcare Co. Inc., Senior Notes	12.875%	11/1/18	474,000	575,910
CHS/Community Health Systems Inc., Senior Notes	8.000%	11/15/19	1,890,000	2,109,240
Crown Newco 3 PLC, Senior Notes	8.875%	2/15/19	225,000 GBP	399,192 (a)
Crown Newco 3 PLC, Senior Subordinated Notes	8.875%	2/15/19	1,125,000 GBP	1,995,960 (a)
DJO Finance LLC/DJO Finance Corp., Senior Notes	9.875%	4/15/18	1,090,000	1,197,638
ExamWorks Group Inc., Senior Notes	9.000%	7/15/19	1,670,000	1,845,350
HCA Inc., Debentures	7.500%	11/15/95	1,000,000	890,000
IASIS Healthcare LLC/IASIS Capital Corp., Senior Notes	8.375%	5/15/19	2,120,000	2,279,000
Labco SAS, Senior Secured Notes	8.500%	1/15/18	190,000 EUR	280,943 (a)
Physiotherapy Associates Holdings Inc., Senior Notes	11.875%	5/1/19	1,330,000	551,950 (a)(e)
Radnet Management Inc., Senior Notes	10.375%	4/1/18	1,610,000	1,614,025
Tenet Healthcare Corp., Senior Notes	8.125%	4/1/22	1,850,000	2,076,625
Tenet Healthcare Corp., Senior Secured Notes	6.000%	10/1/20	1,080,000	1,163,025 (a)
<i>Total Health Care Providers & Services</i>				<i>16,978,858</i>

See Notes to Financial Statements.

Schedule of investments (unaudited) (cont d)

February 28, 2014

Western Asset High Yield Defined Opportunity Fund Inc.

Security	Rate	Maturity Date	Face Amount	Value
<i>Pharmaceuticals 1.1%</i>				
ConvaTec Healthcare E SA, Senior Notes	10.875%	12/15/18	1,530,000 ^{EUR}	\$ 2,370,562 ^(a)
Forest Laboratories Inc., Senior Notes	4.875%	2/15/21	570,000	610,613 ^(a)
JLL/Delta Dutch Newco BV, Senior Notes	7.500%	2/1/22	1,190,000	1,227,187 ^(a)
Salix Pharmaceuticals Ltd., Senior Notes	6.000%	1/15/21	660,000	707,850 ^(a)
<i>Total Pharmaceuticals</i>				<i>4,916,212</i>
Total Health Care				28,832,759
<i>Industrials 13.7%</i>				
<i>Aerospace & Defense 1.6%</i>				
CBC Ammo LLC/CBC FinCo Inc., Senior Notes	7.250%	11/15/21	1,720,000	1,735,050 ^(a)
Ducommun Inc., Senior Notes	9.750%	7/15/18	800,000	902,000
Erickson Air-Crane Inc., Senior Secured Notes	8.250%	5/1/20	2,035,000	2,167,275 ^(a)
GenCorp Inc., Secured Notes	7.125%	3/15/21	620,000	674,250
Kratos Defense & Security Solutions Inc., Senior Secured Notes	10.000%	6/1/17	1,750,000	1,872,500
<i>Total Aerospace & Defense</i>				<i>7,351,075</i>
<i>Airlines 0.9%</i>				
Air Canada, Pass-Through Trust, Secured Notes	6.625%	5/15/18	460,000	471,500 ^(a)
Air Canada, Senior Secured Notes	8.750%	4/1/20	1,160,000	1,255,700 ^(a)
Delta Air Lines Inc., Pass-Through Certificates, Secured Notes	8.021%	8/10/22	1,269,757	1,422,128
United Airlines Inc., Pass-Through Certificates, Senior Secured Notes	6.125%	4/29/18	600,000	635,250
<i>Total Airlines</i>				<i>3,784,578</i>
<i>Building Products 0.7%</i>				
Ashton Woods USA LLC/Ashton Woods Finance Co., Senior Notes	6.875%	2/15/21	830,000	830,000 ^(a)
Reliance Intermediate Holdings LP, Senior Secured Notes	9.500%	12/15/19	1,190,000	1,303,050 ^(a)
Spie BondCo 3 SCA, Secured Notes	11.000%	8/15/19	617,000 ^{EUR}	975,134 ^(a)
<i>Total Building Products</i>				<i>3,108,184</i>
<i>Commercial Services & Supplies 2.0%</i>				
Garda World Security Corp., Senior Notes	7.250%	11/15/21	320,000	340,800 ^(a)
JM Huber Corp., Senior Notes	9.875%	11/1/19	680,000	788,800 ^(a)
Monitronics International Inc., Senior Notes	9.125%	4/1/20	2,690,000	2,898,475
Taylor Morrison Communities Inc./Monarch Communities Inc., Senior Notes	7.750%	4/15/20	1,402,000	1,552,715 ^(a)
Taylor Morrison Communities Inc./Monarch Communities Inc., Senior Notes	7.750%	4/15/20	489,000	541,568 ^(a)
United Rentals North America Inc., Senior Notes	7.625%	4/15/22	2,096,000	2,392,060
United Rentals North America Inc., Senior Subordinated Notes	8.375%	9/15/20	390,000	438,750
<i>Total Commercial Services & Supplies</i>				<i>8,953,168</i>

See Notes to Financial Statements.

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Western Asset High Yield Defined Opportunity Fund Inc.

Security	Rate	Maturity Date	Face Amount	Value
<i>Construction & Engineering 1.0%</i>				
Astaldi SpA, Senior Bonds	7.125%	12/1/20	580,000 ^{EUR}	\$ 856,679 ^(a)
Astaldi SpA, Senior Notes	7.125%	12/1/20	130,000 ^{EUR}	192,014 ^(a)
Ausdrill Finance Pty Ltd., Senior Notes	6.875%	11/1/19	1,010,000	931,725 ^(a)
Michael Baker International LLC/CDL Acquisition Co. Inc., Senior Secured Notes	8.250%	10/15/18	1,540,000	1,661,275 ^(a)
Modular Space Corp., Secured Notes	10.250%	1/31/19	900,000	942,750 ^(a)
<i>Total Construction & Engineering</i>				<i>4,584,443</i>
<i>Electrical Equipment 0.5%</i>				
International Wire Group Holdings Inc., Senior Secured Notes	8.500%	10/15/17	820,000	897,900 ^(a)
NES Rentals Holdings Inc., Senior Secured Notes	7.875%	5/1/18	760,000	820,800 ^(a)
Trionista Holdco GmbH, Senior Secured Notes	5.000%	4/30/20	100,000 ^{EUR}	144,587 ^(a)
Trionista TopCo GmbH, Senior Subordinated Notes	6.875%	4/30/21	150,000 ^{EUR}	225,420 ^(a)
<i>Total Electrical Equipment</i>				<i>2,088,707</i>
<i>Machinery 1.6%</i>				
CTP Transportation Products LLC/CTP Finance Inc., Senior Secured Notes	8.250%	12/15/19	500,000	536,250 ^(a)
Dematic SA/DH Services Luxembourg Sarl, Senior Notes	7.750%	12/15/20	2,310,000	2,500,575 ^(a)
Gardner Denver Inc., Senior Notes	6.875%	8/15/21	450,000	462,375 ^(a)
Global Brass and Copper Inc., Senior Secured Notes	9.500%	6/1/19	1,000,000	1,160,000
KraussMaffei Group GmbH, Senior Secured Notes	8.750%	12/15/20	380,000 ^{EUR}	590,078 ^(a)
KraussMaffei Group GmbH, Senior Secured Notes	8.750%	12/15/20	137,000 ^{EUR}	212,739 ^(a)
SPL Logistics Escrow LLC/SPL Logistics Finance Corp., Senior Secured Notes	8.875%	8/1/20	720,000	786,600 ^(a)
Vander Intermediate Holding II Corp., Senior Notes	9.750%	2/1/19	510,000	530,400 ^{(a)(b)}
Waterjet Holdings Inc., Senior Secured Notes	7.625%	2/1/20	410,000	434,600 ^(a)
<i>Total Machinery</i>				<i>7,213,617</i>
<i>Marine 1.1%</i>				
Horizon Lines LLC, Secured Notes	13.000%	10/15/16	1,434,489	1,305,385 ^(b)
Horizon Lines LLC, Senior Secured Notes	11.000%	10/15/16	794,000	802,932
Navios Maritime Acquisition Corp./Navios Acquisition Finance U.S. Inc., Senior Secured Notes	8.125%	11/15/21	1,170,000	1,228,500 ^(a)
Stena AB, Senior Notes	7.000%	2/1/24	420,000	433,650 ^(a)
Ultrapetrol Bahamas Ltd., Senior Secured Notes	8.875%	6/15/21	1,010,000	1,103,425
<i>Total Marine</i>				<i>4,873,892</i>
<i>Road & Rail 2.0%</i>				
Flexi-Van Leasing Inc., Senior Notes	7.875%	8/15/18	1,050,000	1,152,375 ^(a)
Florida East Coast Holdings Corp., Senior Notes	10.500%	8/1/17	2,630,423	2,709,335 ^(b)
Jack Cooper Holdings Corp., Senior Secured Notes	9.250%	6/1/20	2,020,000	2,234,625 ^(a)
Jurassic Holdings III Inc., Secured Notes	6.875%	2/15/21	700,000	722,750 ^(a)

See Notes to Financial Statements.

Schedule of investments (unaudited) (cont d)

February 28, 2014

Western Asset High Yield Defined Opportunity Fund Inc.

Security	Rate	Maturity Date	Face Amount	Value
<i>Road & Rail continued</i>				
Quality Distribution LLC/QD Capital Corp., Secured Notes	9.875%	11/1/18	1,917,000	\$ 2,115,889
<i>Total Road & Rail</i>				<i>8,934,974</i>
<i>Trading Companies & Distributors 0.3%</i>				
H&E Equipment Services Inc., Senior Notes	7.000%	9/1/22	1,110,000	1,226,550
<i>Transportation 1.7%</i>				
CMA CGM, Senior Notes	8.500%	4/15/17	1,750,000	1,767,500 (a)
Hapag-Lloyd AG, Senior Notes	9.750%	10/15/17	1,420,000	1,533,600 (a)
Neovia Logistics Intermediate Holdings LLC/Logistics Intermediate Finance Corp., Senior Notes	10.000%	2/15/18	1,640,000	1,672,800 (a)(b)
Syncreon Group BV/Syncreon Global Finance US Inc., Senior Notes	8.625%	11/1/21	1,430,000	1,494,350 (a)
Watco Cos., LLC/Watco Finance Corp., Senior Notes	6.375%	4/1/23	1,070,000	1,086,050 (a)
<i>Total Transportation</i>				<i>7,554,300</i>
<i>Transportation Infrastructure 0.3%</i>				
Aguila 3 SA, Senior Secured Notes	7.875%	1/31/18	1,280,000	1,360,800 (a)
Total Industrials				61,034,288
<i>Information Technology 2.6%</i>				
<i>Electronic Equipment, Instruments & Components 0.1%</i>				
Techem GmbH, Senior Secured Notes	6.125%	10/1/19	350,000 EUR	527,889 (a)
<i>Internet Software & Services 0.8%</i>				
Ancestry.com Inc., Senior Notes	11.000%	12/15/20	2,380,000	2,808,400
Zayo Group LLC/Zayo Capital Inc., Senior Secured Notes	8.125%	1/1/20	790,000	873,937
<i>Total Internet Software & Services</i>				<i>3,682,337</i>
<i>IT Services 1.0%</i>				
Compiler Finance Subordinated Inc., Senior Notes	7.000%	5/1/21	1,150,000	1,155,750 (a)
First Data Corp., Senior Notes	12.625%	1/15/21	2,070,000	2,484,000
First Data Corp., Senior Subordinated Notes	11.750%	8/15/21	930,000	999,750 (a)
<i>Total IT Services</i>				<i>4,639,500</i>
<i>Software 0.7%</i>				
Audatex North America Inc., Senior Notes	6.000%	6/15/21	590,000	632,775 (a)
Interface Security Systems Holdings Inc./Interface Security Systems LLC, Senior Secured Notes	9.250%	1/15/18	830,000	838,300 (a)
Oberthur Technologies Holding SAS, Senior Secured Notes	9.250%	4/30/20	950,000 EUR	1,442,545 (a)
<i>Total Software</i>				<i>2,913,620</i>
Total Information Technology				11,763,346
<i>Materials 10.5%</i>				
<i>Chemicals 1.6%</i>				
Kerling PLC, Senior Secured Notes	10.625%	2/1/17	1,300,000 EUR	1,922,241 (a)
KP Germany Erste GmbH, Senior Secured Notes	11.625%	7/15/17	370,000 EUR	585,101 (a)

See Notes to Financial Statements.

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Western Asset High Yield Defined Opportunity Fund Inc.

Security	Rate	Maturity Date	Face Amount	Value
<i>Chemicals continued</i>				
KP Germany Erste GmbH, Senior Secured Notes	11.625%	7/15/17	290,000 EUR	\$ 458,593 ^(a)
Orion Engineered Carbons Bondco GmbH, Senior Secured Bonds	10.000%	6/15/18	1,305,000 EUR	1,982,502 ^(a)
Styrolution GmbH, Senior Secured Notes	7.625%	5/15/16	1,600,000 EUR	2,301,016 ^(a)
<i>Total Chemicals</i>				<i>7,249,453</i>
<i>Containers & Packaging 3.4%</i>				
ARD Finance SA, Senior Secured Notes	11.125%	6/1/18	222,868	245,433 ^{(a)(b)}
Ardagh Packaging Finance PLC, Senior Notes	9.250%	10/15/20	2,500,000 EUR	3,855,351 ^(a)
Ardagh Packaging Finance PLC/Ardagh MP Holdings USA Inc., Senior Notes	6.250%	1/31/19	390,000	405,600 ^(a)
Ardagh Packaging Finance PLC/Ardagh MP Holdings USA Inc., Senior Notes	7.000%	11/15/20	148,235	154,165 ^(a)
Ardagh Packaging Finance PLC/Ardagh MP Holdings USA Inc., Senior Notes	6.750%	1/31/21	1,250,000	1,303,125 ^(a)
Exopack Holdings SA, Senior Notes	7.875%	11/1/19	1,460,000	1,525,700 ^(a)
Pactiv LLC, Senior Bonds	8.375%	4/15/27	910,000	935,025
Pactiv LLC, Senior Notes	7.950%	12/15/25	410,000	420,250
Pretium Packaging LLC/Pretium Finance Inc., Senior Secured Notes	11.500%	4/1/16	4,500,000	4,775,625
Reynolds Group Issuer Inc./Reynolds Group Issuer LLC/Reynolds Group Issuer (Luxembourg) SA, Senior Notes	8.500%	5/15/18	1,290,000	1,360,950
<i>Total Containers & Packaging</i>				<i>14,981,224</i>
<i>Metals & Mining 4.1%</i>				
ArcelorMittal, Senior Notes	6.000%	3/1/21	1,610,000	1,746,850
ArcelorMittal, Senior Notes	6.750%	2/25/22	960,000	1,070,400
Barrick Gold Corp., Senior Notes	9.000%	6/1/18	1,060,000	1,004,350 ^(a)
Coeur Mining Inc., Senior Notes	7.875%	2/1/21	1,510,000	1,564,738 ^(c)
FMG Resources (August 2006) Pty Ltd., Senior Notes	7.000%	11/1/15	479,000	496,531 ^(a)
FMG Resources (August 2006) Pty Ltd., Senior Notes	8.250%	11/1/19	1,340,000	1,482,375 ^(a)
Midwest Vanadium Pty Ltd., Senior Secured Notes	12.250%	2/15/18	1,290,000	741,750 ^{(a)(c)(e)}
Mirabela Nickel Ltd., Notes	3.500%	6/30/14	275,694	252,991 ^{(a)(b)(d)}
Mirabela Nickel Ltd., Senior Notes	8.750%	4/15/18	1,060,000	259,700 ^{(a)(e)}
Molycorp Inc., Senior Secured Notes	10.000%	6/1/20	1,170,000	1,175,850
New World Resources NV, Senior Notes	7.875%	1/15/21	350,000 EUR	79,712 ^(a)
New World Resources NV, Senior Secured Notes	7.875%	5/1/18	200,000 EUR	154,980 ^(a)
Prince Mineral Holding Corp., Senior Secured Notes	11.500%	12/15/19	670,000	757,100 ^(a)
Rain CII Carbon LLC/CII Carbon Corp., Senior Secured Notes	8.250%	1/15/21	1,880,000	1,945,800 ^(a)
Schaeffler Holding Finance BV, Senior Secured Bonds	6.875%	8/15/18	740,000	791,800 ^{(a)(b)}
Schaeffler Holding Finance BV, Senior Secured Notes	6.875%	8/15/18	850,000 EUR	1,256,850 ^{(a)(b)}

See Notes to Financial Statements.

Schedule of investments (unaudited) (cont d)

February 28, 2014

Western Asset High Yield Defined Opportunity Fund Inc.

Security	Rate	Maturity Date	Face Amount	Value
<i>Metals & Mining continued</i>				
St. Barbara Ltd., Senior Secured Notes	8.875%	4/15/18	1,620,000	\$ 1,368,900 ^(a)
SunCoke Energy Partners LP/SunCoke Energy Partners Finance Corp., Senior Notes	7.375%	2/1/20	500,000	532,500 ^(a)
Thompson Creek Metals Co. Inc., Senior Notes	12.500%	5/1/19	860,000	937,400
Thompson Creek Metals Co. Inc., Senior Secured Notes	9.750%	12/1/17	660,000	740,850
<i>Total Metals & Mining</i>				<i>18,361,427</i>
<i>Paper & Forest Products 1.4%</i>				
Appvion Inc., Secured Notes	9.000%	6/1/20	2,840,000	2,935,850 ^(a)
Resolute Forest Products Inc., Senior Notes	5.875%	5/15/23	1,570,000	1,546,450 ^(a)
Verso Paper Holdings LLC/Verso Paper Inc., Senior Secured Notes	11.750%	1/15/19	1,868,000	1,741,910
<i>Total Paper & Forest Products</i>				<i>6,224,210</i>
Total Materials				46,816,314
Telecommunication Services 10.5%				
<i>Diversified Telecommunication Services 6.5%</i>				