

WESTERN ASSET GLOBAL HIGH INCOME FUND INC.  
Form N-CSR  
July 29, 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 811-21337**

**Western Asset Global High Income Fund Inc.**  
**(Exact name of registrant as specified in charter)**

**620 Eighth Avenue, 49<sup>th</sup> 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: May 31**

**Date of reporting period: May 31, 2014**

**ITEM 1. REPORT TO STOCKHOLDERS.**

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

Annual Report

May 31, 2014

WESTERN ASSET

GLOBAL HIGH INCOME

FUND INC. (EHI)

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

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## Fund objectives

The Fund's primary investment objective is high current income. The Fund's secondary investment objective is total return.

## Letter from the chairman

### Dear Shareholder,

We are pleased to provide the annual report of Western Asset Global High Income Fund Inc. for the twelve-month reporting period ended May 31, 2014. Please read on for a detailed look at prevailing economic and market conditions during the Fund's reporting period and to learn how those conditions have affected Fund performance.

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](http://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,

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Kenneth D. Fuller

Chairman, President and Chief Executive Officer

June 27, 2014

II Western Asset Global High Income Fund Inc.

## Investment commentary

### Economic review

After generally expanding at a moderate pace since the end of the Great Recession, the U.S. economy experienced a setback toward the end of the twelve months ended May 31, 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 economic expansion accelerated during the third quarter, with GDP growth of 4.1%, its best reading since the fourth quarter of 2011. The economy then moderated during the fourth quarter of 2013, as GDP growth 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 Commerce Department's final reading for first quarter 2014 GDP growth, released after the reporting period ended, was -2.9%. This represented the first negative reading for GDP growth since the first quarter of 2011. The contraction was partially attributed to severe winter weather in the U.S., as well as slower growth overseas. In particular, the Commerce Department reported that moderating growth primarily reflected negative contributions from private inventory investment, exports, state and local government spending, nonresidential fixed investment, and residential fixed investment that were partly offset by a positive contribution from personal consumption expenditures.

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 7.5%. Unemployment fell to 7.3% in July 2013 and as low as 6.6% in January 2014, before ticking up to 6.7% in February and holding steady in March 2014. Unemployment then fell to 6.3% in April and was unchanged in May, the lowest level since September 2008. However, falling unemployment during the period was partially due to a decline in the workforce participation rate, which was 62.8% in both April and May 2014, matching the lowest level since 1978. The number of longer-term unemployed remained elevated, as roughly 34.6% of the 9.8 million Americans looking for work in May 2014 had been out of work for more than six months.

Sales of existing-homes fluctuated during the reporting period given changing mortgage rates and weather-related factors. According to the National Association of Realtors (NAR), after three consecutive monthly declines, existing-home sales rose 1.3% on a seasonally adjusted basis in April 2014 versus the previous month's sales. Sales then rose 4.9% in May versus the previous month. The NAR reported that the median existing-home price for all housing types was \$213,400 in May 2014, up 5.1% from May 2013. The inventory of homes available for sale in May 2014 was 2.2% higher than the previous month at a 5.6 month supply at the current sales pace and 6.0% higher than in May 2013.

The manufacturing sector continued to expand, although it decelerated on several occasions. Based on revised figures for the Institute for Supply Management's Purchasing Managers' Index (PMI), manufacturing expanded during all twelve months of the reporting period (a reading below 50 indicates a contraction, whereas a reading above 50 indicates an expansion). It peaked in November 2013, with a PMI of 57.0. This represented the PMI's highest reading since

## Investment commentary (cont d)

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 the next four months and was 55.4 in May 2014. During May, seventeen of the eighteen industries within the PMI expanded.

Growth outside the U.S. generally improved in developed countries. In its April 2014 *World Economic Outlook Update*, released after the reporting period ended, the International Monetary Fund (IMF) stated that Global activity has broadly strengthened and is expected to improve further in 2014-15, with much of the impetus coming from advanced economies. From a regional perspective, the IMF anticipates 2014 growth will be 1.2% in the Eurozone, versus -0.5% in 2013. Economic activity in Japan is expected to be relatively stable, with growth of 1.4% in 2014, compared to 1.5% in 2013. After moderating in 2013, the IMF projects that overall growth in emerging market countries will improve somewhat in 2014, with growth of 4.9% versus 4.7% in 2013. For example, GDP growth in India is projected to move from 4.4% in 2013 to 5.4% in 2014. However, the IMF now projects that growth in China will dip from 7.7% in 2013 to 7.5% in 2014.

The Federal Reserve Board (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<sup>iv</sup> 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 a press conference following its meeting that ended on June 19, 2013, 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. Then, 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 each of the Fed's next three meetings (January, March and May 2014), it announced further \$10 billion tapering of its asset purchases. Finally, at its meeting that ended on June 18, 2014, after the reporting period ended, the Fed again cut its monthly asset purchases. Beginning in July, it will buy a total of \$35 billion per month (\$15 billion per month of agency MBS and \$20 billion per month of longer-term Treasuries).

Given the economic challenges in the Eurozone, the European Central Bank (ECB) took a number of actions to stimulate growth. In May 2013, before the beginning of the reporting period, the ECB cut rates from 0.75% to 0.50%. The ECB then lowered the rates to a new record low of 0.25% in November 2013. On June 5, 2014, after the reporting period ended, the ECB made a number of additional moves in an attempt to

support the region's economy and ward off deflation. First, the ECB reduced rates to a new low of 0.15%. Second, it will now charge commercial banks 0.10% to keep money at the ECB. This negative deposit rate is aimed at encouraging commercial banks to lend some of their incremental cash which, in turn, may help to spur growth. In other developed countries, the Bank of England kept rates on hold at 0.50% during the reporting period, as did Japan at a range of zero to 0.10%, its lowest level since 2006. Elsewhere, the People's Bank of China kept rates on hold at 6.0%.

As always, thank you for your confidence in our stewardship of your assets.

Sincerely,

Kenneth D. Fuller

Chairman, President and

Chief Executive Officer

June 27, 2014

All investments are subject to risk including the possible loss of principal. Past performance is no guarantee of future results. Forecasts and predictions are inherently limited and should not be relied upon as an indication of actual or future performance.

<sup>i</sup> Gross domestic product ( GDP ) is the market value of all final goods and services produced within a country in a given period of time.

<sup>ii</sup> 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.

<sup>iii</sup> 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.

<sup>iv</sup> 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.

<sup>v</sup> The European Central Bank ( ECB ) is responsible for the monetary system of the European Union and the euro currency.

## Fund overview

### Q. What is the Fund's investment strategy?

A. The Fund's primary investment objective is high current income and its secondary objective is total return. Under normal market conditions, the Fund invests in a global portfolio of securities consisting of below investment grade fixed-income securities, emerging market fixed-income securities and investment grade fixed-income securities. We have broad discretion to allocate the Fund's assets among the following segments of the global market for below investment and investment grade fixed income securities: corporate bonds, loans, preferred stock, mortgage- and asset-backed securities and sovereign debt, and derivative instruments of the foregoing securities. The Fund may use a variety of derivative instruments, such as options, futures contracts, swap agreements and credit default swaps, as part of its investment strategies or for hedging or risk management purposes.

At Western Asset Management Company (Western Asset), the Fund's subadviser, we utilize a fixed-income team approach, with decisions derived from interaction among various investment management sector specialists. The sector teams are comprised of Western Asset's senior portfolio management personnel, research analysts and an in-house economist. Under this team approach, management of client fixed-income portfolios will reflect a consensus of interdisciplinary views within the Western Asset organization.

The individuals responsible for development of investment strategy, day-to-day portfolio management, oversight and coordination of the Fund are S. Kenneth Lee, Michael C. Buchanan, Keith J. Gardner, Ryan K. Brist and Christopher F. Kilpatrick. Mr. Chia-Liang (CL) Lian will join the Fund's portfolio management team on July 31, 2014. He has been employed by Western Asset as an investment professional since 2011, and also serves as Co-Head of the Emerging Markets Debt Team alongside Mr. Gardner. Prior to joining Western Asset, Mr. Lian spent approximately six years with Pacific Investment Management Company (PIMCO), where he served as Head of Emerging Asia Portfolio Management. It is anticipated that Mr. Gardner will step down as a member of the Fund's portfolio management team on or about April 30, 2015, and that Mr. Lian will become Head of the Emerging Markets Debt Team at that time.

### Q. What were the overall market conditions during the Fund's reporting period?

A. The spread sectors (non-Treasuries) experienced several periods of volatility but generally outperformed equal-duration<sup>1</sup> Treasuries over the twelve months ended May 31, 2014. Risk aversion was prevalent at times given mixed economic data, shifting monetary policy by the Federal Reserve Board (Fed<sup>iii</sup>) the U.S government's sixteen-day partial shutdown in October 2013 and several geopolitical issues.

Both short- and long-term Treasury yields moved higher during the twelve months ended May 31, 2014. Two-year Treasury yields rose from 0.30% at the beginning of the period to 0.37% at the end of the period. Their peak of 0.52% occurred on September 5, 2013 and they were as low as 0.27% in mid-June 2013. Ten-year Treasury yields were 2.16% at the beginning of the period and reached a low of 2.08% on

## Fund overview (cont d)

June 6, 2013. Their peak of 3.04% occurred on December 31, 2013 and they ended the reporting period at 2.48%.

The Barclays U.S. Aggregate Index<sup>iii</sup> returned 2.71% for the twelve months ended May 31, 2014. Investment grade corporate bonds posted positive results, with the Barclay U.S. Credit Index<sup>iv</sup> returning 4.29%. Comparatively, riskier fixed-income securities produced solid returns. Over the fiscal year, the Barclays U.S. Corporate High Yield 2% Issuer Cap Index (the Index) gained 7.88%. During this period, as measured by the Index, lower-quality CCC-rated bonds outperformed higher-quality BB-rated securities, returning 10.25% and 7.25%, respectively. In contrast, emerging market debt, as measured by the JPMorgan Emerging Markets Bond Index Global (EMBI Global<sup>vi</sup>) returned 4.84% for the twelve months ended May 31, 2014. At the same time, corporations domiciled in emerging market countries, as measured by the Barclays Emerging Market U.S. Dollar Corporate Index,<sup>vii</sup> returned 4.25%.

### Q. How did we respond to these changing market conditions?

A. A number of adjustments were made to the Fund's portfolio during the reporting period. We slightly increased the Fund's allocation to investment grade corporate bonds and high-yield corporate bonds, while reducing its exposure to emerging market debt. We felt the positive fundamental backdrop for corporate credit and relatively conservative balance sheet management, along with the shorter duration characteristics of high-yield corporate bonds, would be beneficial to the portfolio. These adjustments were positive for the Fund's performance and it helped us generate additional income for shareholders. We also actively participated in the high-yield and investment grade bond, and emerging market new issue markets and purchased securities that we felt were attractively valued.

The Fund employed U.S. Treasury futures to manage its yield curve<sup>viii</sup> positioning and duration. Overall the Fund benefited from running a longer duration versus a traditional Western Asset high-yield corporate bond fund, but we did opportunistically use futures to reduce the duration of the Fund. All told, our Treasury future trades were a slight detractor from the Fund's performance during the reporting period. High-yield index swaps and options on high-yield index swaps were used to manage our high-yield exposure. Overall, they were a small negative for performance. These market hedges were intended to protect the portfolio from risk-off periods, while maintaining the Fund's lower quality biases. Finally, foreign currency forwards were employed to hedge the Fund's currency exposure. The loss from our currency hedges were largely offset by the increase in the value of our non-U.S. dollar currencies when translated back to U.S. dollars.

The use of leverage was tactically managed during the reporting period. We added leverage during the beginning of the reporting period in the summer of 2013, when we saw an opportunity to add exposure and income to the portfolio at attractive levels. This opportunity developed as investors were reducing fixed income exposure in general in anticipation of the Fed tapering its asset purchase program at its meeting in September 2013. Treasury yields moved significantly higher during the second quarter of 2013, with the yield on the 10 year Treasury, for example, moving from 1.87% to 2.52%. In addition, most spread sectors

posted negative total returns during the beginning of the reporting period. In May 2014, as spread products continued to post solid positive total returns and yields continued to move lower, we reduced the Fund's borrowings. We ended the reporting period with leverage at roughly 22.6% of the gross assets of the Fund. Overall, the use of leverage, as well as the tactical management of leverage, were positives for performance during the twelve months ended May 31, 2014.

### Performance review

For the twelve months ended May 31, 2014, Western Asset Global High Income Fund Inc. returned 8.12% based on its net asset value ( NAV<sup>x</sup> ) and 6.59% based on its New York Stock Exchange ( NYSE ) market price per share. The Fund's unmanaged benchmarks, the Barclays U.S. Aggregate Index, the Barclays U.S. Corporate High Yield 2% Issuer Cap Index and the EMBI Global, returned 2.71%, 7.88% and 4.84%, respectively, for the same period. The Lipper High Yield (Leveraged) Closed-End Funds Category Average<sup>x</sup> returned 11.39% over the same time frame. Please note that Lipper performance returns are based on each fund's NAV.

During the twelve-month period, the Fund made distributions to shareholders totaling \$1.16 per share\*. The performance table shows the Fund's twelve-month total return based on its NAV and market price as of May 31, 2014. **Past performance is no guarantee of future results.**

### Performance Snapshot as of May 31, 2014

	12-Month Total Return**
Price Per Share	
\$13.59 (NAV)	8.12%
\$12.91 (Market Price)	6.59%

**All figures represent past performance and are not a guarantee of future results.**

**\*\* 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 at NAV.**

**Total return assumes the reinvestment of all distributions in additional shares in accordance with the Fund's Dividend Reinvestment Plan.**

### Q. What were the leading contributors to performance?

**A.** The portfolio's exposure to high-yield corporate bonds was the largest contributor to performance during the reporting period. Examples of holdings that contributed to performance were Sprint Nextel Corp. and Royal Bank of Scotland PLC. Bonds issued by Sprint Nextel Corp. (and Sprint Capital Corp.) rallied given their improved fundamental performance and the company accessed the capital markets improving their balance sheet during the period. In addition, both Moody's and Standard & Poor's upgraded Sprint Capital Corp. and Sprint Communications, Inc. bonds in July 2013 after Japan's wireless operator SoftBank acquired the company. Our Royal Bank of Scotland PLC exposure benefited performance as investor sentiment improved due to continued balance sheet and capital ratio improvement, as well as strengthening fundamentals. Within the high-yield bond market,

\*For the tax character of distributions paid during the fiscal year ended May 31, 2014, please refer to pages 55 and 56 of this report.

## Fund overview (cont'd)

exposures to the Energy and Transportation sectors contributed to returns.

The Fund's allocation to the investment grade corporate bond market was also beneficial to absolute results. In particular, our exposure to Barclays Bank PLC aided the Fund's performance as its fundamentals improved during the fiscal year. An allocation to Verizon Communications was also rewarded as the company posted solid fundamental results. In addition, the company's \$49 billion new bond offering in September 2013—the largest corporate debt offering ever—was well received by investors. From a sector positioning perspective, an overweight to Financials was a small contributor to performance during the fiscal year.

The Fund's emerging market debt exposure also contributed to performance. In particular, the Fund's position in Mexican industrials company Cemex was additive for results. It benefited from an end of the Mexican government's 75 year old oil and gas monopoly. This is expected to generate billions of dollars of private investment for the country's oil and gas industry. The Fund's exposure to local rates in Mexico was beneficial as well. We feel that a combination of political and economic reforms and a low degree of country risk makes Mexico an attractive opportunity. In addition, Standard & Poor's upgraded Mexico from BBB to BBB+ in December 2013.

### Q. What were the leading detractors from performance?

A. While the Fund's exposure to the high-yield bond market was beneficial for results overall, its allocations to New World Resources and Mirabela Nickel Ltd. detracted from its absolute performance. New World Resource primarily operates coal mines in the Czech Republic and is one of Central Europe's leading hard coal and coke producers. It performed poorly due to weak coal prices and concerns about moderating global growth. Mirabela Nickel Ltd. is a nickel producer operating one of the world's largest open pit nickel mines, located in Brazil. In addition to an environment of low nickel prices, one of Mirabela Nickel's key customers unexpectedly terminated its contract, leading to a liquidity shortfall at the company. The company defaulted in late November 2013. Mirabela Nickel has subsequently been working with lenders on a restructuring plan and expects to complete the plan during the summer of 2014. From the time of the November 2013 default to the end of the reporting period, nickel prices have rallied sharply.

While the Fund's overall emerging market debt exposure added to results on an absolute basis, within the asset class our allocation to Turkish and Venezuelan sovereign debt detracted from performance. Turkey performed poorly as investor sentiment weakened amid reports of government corruption, slowing growth and high inflation. Our Venezuelan holdings were negatively impacted by concerns regarding the impact from the Fed's tapering of its asset purchase program. Performance suffered as we sold down our Venezuelan position in January 2014 when the market value of the position had declined markedly from the Fund's original purchase cost.

Finally, there were no meaningful detractors in the investment grade corporate bond market on the Fund's absolute performance during the reporting period.

**Looking for additional information?**

The Fund is traded under the symbol **EHI** and its closing market price is available in most newspapers under the NYSE listings. The daily NAV is available on-line under the symbol **XEHIX** 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](http://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 Global High Income 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,

Western Asset Management Company

June 17, 2014

***RISKS:** Fixed-income securities are subject to credit risk, inflation risk, call risk and interest rate risk. An investment in the Fund is subject to investment risk, including the possible loss of the entire principal amount that you invest. As interest rates rise, bond prices fall, reducing the value of the Fund's holdings. The Fund may use derivatives, such as options, futures contracts, swap agreements and credit default swaps, which can be illiquid, may disproportionately increase losses and have a potentially large impact on Fund performance. Investing in foreign securities is subject to certain risks not associated with domestic investing, such as currency fluctuations, and changes in political, regulatory and economic conditions. These risks are magnified in emerging or developing markets. High yield bonds involve greater credit risk (risk of default) and liquidity risk than investment grade bonds. Leverage may magnify gains and increase losses in the Fund's portfolio.*

Portfolio holdings and breakdowns are as of May 31, 2014 and are subject to change and may not be representative of the portfolio managers current or future investments. Please refer to pages 10 through 33 for a list and percentage breakdown of the Fund's holdings.

The mention of sector breakdowns is for informational purposes only and should not be construed as a recommendation to purchase or sell any securities. The information provided regarding such sectors is not a sufficient basis upon which to make an investment decision. Investors seeking financial advice regarding the appropriateness of investing in any securities or investment strategies discussed should consult their financial professional. The Fund's top five sector holdings (as a percentage of net assets) as of May 31, 2014 were: Sovereign Bonds (19.4%), Financials (17.2%), Consumer Discretionary (16.6%), Energy (15.7%) and Telecommunication Services (14.7%). The Fund's portfolio composition is subject to change at any time.

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.

## Fund overview (cont d)

- <sup>i</sup> Duration is the measure of the price sensitivity of a fixed income security to an interest rate change of 100 basis points. Calculation is based on the weighted average of the present values for all cash flows.
- <sup>ii</sup> 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.
- <sup>iii</sup> 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.
- <sup>iv</sup> The Barclays U.S. Credit Index is an index composed of corporate and non-corporate debt issues that are investment grade (rated Baa3/BBB or higher).
- <sup>v</sup> 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.
- <sup>vi</sup> 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.
- <sup>vii</sup> The Barclays Emerging Market U.S. Dollar Corporate Index is a subset of the Barclays U.S. Emerging Markets Index, which includes fixed- and floating-rate U.S. dollar-denominated debt from emerging markets in the following regions: Americas, Europe, Middle East, Africa, and Asia.
- <sup>viii</sup> The yield curve is the graphical depiction of the relationship between the yield on bonds of the same credit quality but different maturities.
- <sup>ix</sup> 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.
- <sup>x</sup> Lipper, Inc., a wholly-owned subsidiary of Reuters, provides independent insight on global collective investments. Returns are based on the twelve-month period ended May 31, 2014, including the reinvestment of all distributions, including returns of capital, if any, calculated among the 34 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 May 31, 2014 and May 31, 2013 and does not include derivatives such as futures contracts, forward foreign currency contracts, written options and swap 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 May 31, 2014

### Total Spread Duration

EHI 4.06 years

Benchmark 4.91 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.

ABS	Asset Backed Securities
Benchmark	1/3 Barclays U.S. Aggregate Index, 1/3 JP Morgan Emerging Markets Bond Index Global and 1/3 Barclays U.S. Corporate High Yield 2% Issuer Cap Index
EHI	Western Asset Global High Income Fund Inc.
EM	Emerging Markets
HY	High Yield
IG Credit	Investment Grade Credit
MBS	Mortgage Backed Securities

## Effective duration (unaudited)

Interest Rate Exposure May 31, 2014

### Total Effective Duration

EHI 3.59 years

Benchmark 5.61 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	1/3 Barclays U.S. Aggregate Index, 1/3 JP Morgan Emerging Markets Bond Index Global and 1/3 Barclays U.S. Corporate High Yield Issuer Cap Index	2%
EHI	Western Asset Global High Income Fund Inc.	
EM	Emerging Markets	
HY	High Yield	
IG Credit	Investment Grade Credit	
MBS	Mortgage Backed Securities	

## Schedule of investments

May 31, 2014

### Western Asset Global High Income Fund Inc.

Security	Rate	Maturity Date	Face Amount	Value
<b>Corporate Bonds &amp; Notes 102.1%</b>				
<b>Consumer Discretionary 16.1%</b>				
<i>Auto Components 0.5%</i>				
Europcar Groupe SA, Senior Notes	11.500%	5/15/17	200,000 <sup>EUR</sup>	\$ 315,687 <sup>(a)</sup>
Europcar Groupe SA, Senior Notes	9.375%	4/15/18	1,075,000 <sup>EUR</sup>	1,575,290 <sup>(a)</sup>
<i>Total Auto Components Automobiles 0.3%</i>				<i>1,890,977</i>
Chrysler Group LLC/CG Co.-Issuer Inc., Secured Notes	8.250%	6/15/21	690,000	790,050 <sup>(b)</sup>
Jaguar Holding Co. II/Jaguar Merger Sub Inc., Senior Notes	9.500%	12/1/19	290,000	320,450 <sup>(a)</sup>
<i>Total Automobiles Diversified Consumer Services 0.5%</i>				<i>1,110,500</i>
Co-operative Group Holdings 2011 Ltd., Senior Notes	6.875%	7/8/20	100,000 <sup>GBP</sup>	177,887 <sup>(a)</sup>
Co-operative Group Holdings 2011 Ltd., Senior Notes	7.500%	7/8/26	260,000 <sup>GBP</sup>	459,781
Service Corp. International, Senior Notes	7.625%	10/1/18	185,000	216,228 <sup>(b)</sup>
Service Corp. International, Senior Notes	7.500%	4/1/27	480,000	523,200 <sup>(b)</sup>
StoneMor Partners LP/Cornerstone Family Services of WV, Senior Notes	7.875%	6/1/21	500,000	526,250 <sup>(a)</sup>
<i>Total Diversified Consumer Services Hotels, Restaurants &amp; Leisure 4.2%</i>				<i>1,903,346</i>
24 Hour Holdings III LLC, Senior Notes	8.000%	6/1/22	350,000	351,313 <sup>(a)</sup>
Arcos Dorados Holdings Inc., Senior Notes	6.625%	9/27/23	370,000	393,125 <sup>(a)</sup>
Bossier Casino Venture Holdco Inc.	11.000%	2/9/18	207,515	207,826 <sup>(a)(c)</sup>
Bossier Casino Venture Holdco Inc., Senior Secured Bonds	14.000%	2/9/18	812,010	804,726 <sup>(a)(c)(d)(e)</sup>
Boyd Gaming Corp., Senior Notes	9.125%	12/1/18	410,000	437,675 <sup>(b)</sup>
Burger King Capital Holdings LLC/Burger King Capital Finance Inc., Senior Notes, Step Bond	0.000%	4/15/19	230,000	212,175 <sup>(a)</sup>
Caesars Entertainment Operating Co. Inc., Senior Secured Notes	11.250%	6/1/17	770,000	681,450 <sup>(b)</sup>
Caesars Entertainment Operating Co. Inc., Senior Secured Notes	9.000%	2/15/20	3,070,000	2,463,675
Caesars Entertainment Resort Properties LLC, Secured Notes	11.000%	10/1/21	260,000	272,350 <sup>(a)</sup>
Carrols Restaurant Group Inc., Senior Secured Notes	11.250%	5/15/18	770,000	885,500
CCM Merger Inc., Senior Notes	9.125%	5/1/19	940,000	1,010,500 <sup>(a)</sup>
CEC Entertainment Inc., Senior Notes	8.000%	2/15/22	400,000	408,000 <sup>(a)</sup>
Choctaw Resort Development Enterprise, Senior Notes	7.250%	11/15/19	503,000	496,713 <sup>(a)</sup>
Downstream Development Quapaw, Senior Secured Notes	10.500%	7/1/19	700,000	757,750 <sup>(a)(b)</sup>
Enterprise Inns PLC, Senior Secured Bonds	6.500%	12/6/18	1,095,000 <sup>GBP</sup>	1,993,102
Greektown Holdings LLC/Greektown Mothership Corp., Senior Secured Notes	8.875%	3/15/19	430,000	442,900 <sup>(a)</sup>

See Notes to Financial Statements.

## Western Asset Global High Income Fund Inc.

Security	Rate	Maturity Date	Face Amount	Value
<i>Hotels, Restaurants &amp; Leisure continued</i>				
Hoa Restaurant Group LLC/Hoa Finance Corp., Senior Secured Notes	11.250%	4/1/17	880,000	\$ 932,800 (a)(b)
Landry's Holdings II Inc., Senior Notes	10.250%	1/1/18	420,000	451,500 (a)
Landry's Inc., Senior Notes	9.375%	5/1/20	1,934,000	2,144,322 (a)
Mohegan Tribal Gaming Authority, Senior Notes	9.750%	9/1/21	270,000	292,950
Paris Las Vegas Holding LLC/Harrahs Las Vegas LLC/Flamingo Las Vegas Holding LLC, Senior Secured Notes	8.000%	10/1/20	890,000	924,488 (a)
Rivers Pittsburgh Borrower LP/Rivers Pittsburgh Finance Corp., Senior Secured Notes	9.500%	6/15/19	140,000	152,950 (a)
Seven Seas Cruises S de RL LLC, Senior Secured Notes	9.125%	5/15/19	1,070,000	1,178,337
<i>Total Hotels, Restaurants &amp; Leisure</i>				
<i>Household Durables 0.9%</i>				
Century Intermediate Holding Co. 2, Senior Notes	9.750%	2/15/19	1,020,000	1,093,950 (a)(b)(d)
Standard Pacific Corp., Senior Notes	6.250%	12/15/21	690,000	743,475
William Lyon Homes Inc., Senior Notes	8.500%	11/15/20	830,000	931,675 (b)
Woodside Homes Co. LLC/Woodside Homes Finance Inc., Senior Notes	6.750%	12/15/21	940,000	965,850 (a)(b)
<i>Total Household Durables</i>				
<i>Media 6.5%</i>				
Altice SA, Senior Secured Notes	7.750%	5/15/22	1,300,000	1,369,875 (a)
Carmike Cinemas Inc., Secured Notes	7.375%	5/15/19	290,000	318,275
CCO Holdings LLC/CCO Holdings Capital Corp., Senior Notes	8.125%	4/30/20	3,990,000	4,359,075 (b)
CCO Holdings LLC/CCO Holdings Capital Corp., Senior Notes	7.375%	6/1/20	260,000	285,350
CCU Escrow Corp., Senior Secured Notes	10.000%	1/15/18	580,000	556,800 (a)
Cerved Group SpA, Senior Secured Notes	6.375%	1/15/20	100,000 <sup>EUR</sup>	148,583 (a)
Cerved Group SpA, Senior Subordinated Notes	8.000%	1/15/21	150,000 <sup>EUR</sup>	227,987 (a)
Clear Channel Worldwide Holdings Inc., Senior Notes	6.500%	11/15/22	250,000	267,188
Clear Channel Worldwide Holdings Inc., Senior Subordinated Notes	7.625%	3/15/20	70,000	75,250
CSC Holdings Inc., Senior Debentures	7.875%	2/15/18	1,500,000	1,740,000 (b)
DISH DBS Corp., Senior Notes	7.875%	9/1/19	920,000	1,097,100 (b)
DISH DBS Corp., Senior Notes	6.750%	6/1/21	190,000	215,413
Gibson Brands Escrow Corp., Senior Secured Notes	8.875%	8/1/18	200,000	208,000 (a)
Gibson Brands Inc., Senior Secured Notes	8.875%	8/1/18	510,000	530,400 (a)
Grupo Televisa SAB, Senior Bonds	6.625%	1/15/40	20,000	24,655
MDC Partners Inc., Senior Notes	6.750%	4/1/20	500,000	531,250 (a)
Myriad International Holdings BV, Senior Notes	6.000%	7/18/20	330,000	371,662 (a)
Nara Cable Funding Ltd., Senior Secured Notes	8.875%	12/1/18	1,500,000 <sup>EUR</sup>	2,206,401 (a)
New Cotai LLC/New Cotai Capital Corp., Senior Secured Notes	10.625%	5/1/19	545,272	632,516 (a)(d)

See Notes to Financial Statements.

## Schedule of investments (cont d)

May 31, 2014

## Western Asset Global High Income Fund Inc.

Security	Rate	Maturity Date	Face Amount	Value
<i>Media continued</i>				
Numericable Group SA, Senior Secured Bonds	6.000%	5/15/22	1,210,000	\$ 1,256,887 <sup>(a)</sup>
Ono Finance II PLC, Senior Bonds	10.875%	7/15/19	1,195,000	1,324,956 <sup>(a)</sup>
Polish Television Holding BV, Senior Secured Bonds	11.000%	1/15/21	200,000 EUR	327,156 <sup>(a)(d)</sup>
Time Warner Cable Inc., Senior Notes	8.750%	2/14/19	922,000	1,190,273 <sup>(b)</sup>
Time Warner Cable Inc., Senior Notes	8.250%	4/1/19	352,000	448,737
TVN Finance Corp. III AB, Senior Bonds	7.375%	12/15/20	231,000 EUR	353,487 <sup>(a)</sup>
TVN Finance Corp. III AB, Senior Notes	7.875%	11/15/18	180,000 EUR	260,089 <sup>(a)</sup>
UBM PLC, Notes	5.750%	11/3/20	1,500,000	1,626,649 <sup>(a)(b)</sup>
Univision Communications Inc., Senior Notes	8.500%	5/15/21	710,000	782,775 <sup>(a)</sup>
Univision Communications Inc., Senior Secured Notes	6.875%	5/15/19	840,000	900,900 <sup>(a)(b)</sup>
Univision Communications Inc., Senior Secured Notes	7.875%	11/1/20	300,000	331,875 <sup>(a)(b)</sup>
Univision Communications Inc., Senior Secured Notes	6.750%	9/15/22	81,000	89,100 <sup>(a)</sup>
UPCB Finance II Ltd., Senior Notes	6.375%	7/1/20	750,000 EUR	1,091,914 <sup>(a)</sup>
Virgin Media Finance PLC, Senior Notes	6.375%	4/15/23	1,510,000	1,600,600 <sup>(a)(b)</sup>
WMG Acquisition Corp., Senior Notes	6.750%	4/15/22	840,000	844,200 <sup>(a)</sup>
<i>Total Media</i>				27,595,378
<i>Multiline Retail 0.0%</i>				
Neiman Marcus Group LLC, Senior Secured Notes	7.125%	6/1/28	180,000	184,500 <sup>(b)</sup>
<i>Specialty Retail 2.9%</i>				
AA Bond Co., Ltd., Secured Notes	9.500%	7/31/19	260,000 GBP	490,833 <sup>(a)</sup>
American Greetings Corp., Senior Notes	7.375%	12/1/21	700,000	745,500 <sup>(b)</sup>
Edcon Holdings Pty Ltd., Senior Secured Subordinated Bonds	13.375%	6/30/19	210,000 EUR	268,728 <sup>(a)</sup>
Edcon Pty Ltd., Senior Secured Notes	9.500%	3/1/18	1,825,000 EUR	2,518,846 <sup>(a)</sup>
Edcon Pty Ltd., Senior Secured Notes	9.500%	3/1/18	1,000,000 EUR	1,380,189 <sup>(a)</sup>
Gap Inc., Senior Notes	5.950%	4/12/21	1,750,000	2,022,821 <sup>(b)</sup>
Guitar Center Inc., Senior Bonds	9.625%	4/15/20	1,830,000	1,669,875 <sup>(a)</sup>
Hot Topic Inc., Senior Secured Notes	9.250%	6/15/21	430,000	468,700 <sup>(a)</sup>
New Academy Finance Co. LLC/New Academy Finance Corp., Senior Notes	8.000%	6/15/18	150,000	153,750 <sup>(a)(d)</sup>
Spencer Spirit Holdings Inc., Senior Notes	9.000%	5/1/18	1,130,000	1,159,674 <sup>(a)(d)</sup>
Spencer Spirit Holdings Inc./Spencer Gifts LLC/Spirit Halloween Superstores, Senior Notes	11.000%	5/1/17	1,290,000	1,370,638 <sup>(a)</sup>
<i>Total Specialty Retail</i>				12,249,554
<i>Textiles, Apparel &amp; Luxury Goods 0.3%</i>				
Chinos Intermediate Holdings A Inc., Senior Notes	7.750%	5/1/19	570,000	588,525 <sup>(a)(d)</sup>
Empire Today LLC/Empire Today Finance Corp., Senior Secured Notes	11.375%	2/1/17	650,000	672,750 <sup>(a)(b)</sup>
<i>Total Textiles, Apparel &amp; Luxury Goods</i>				1,261,275
<b>Total Consumer Discretionary</b>				<b>67,826,607</b>

See Notes to Financial Statements.

## Western Asset Global High Income Fund Inc.

Security	Rate	Maturity Date	Face Amount	Value
<b>Consumer Staples 3.3%</b>				
<i>Beverages 0.3%</i>				
Carolina Beverage Group LLC/Carolina Beverage Group Finance Inc., Secured Notes	10.625%	8/1/18	420,000	\$ 451,500 (a)
Crestview DS Merger Subordinated II Inc., Senior Secured Notes	10.000%	9/1/21	630,000	702,450 (a)
<i>Total Beverages</i>				<i>1,153,950</i>
<i>Food &amp; Staples Retailing 0.2%</i>				
Beverages & More Inc., Senior Secured Notes	10.000%	11/15/18	850,000	874,438 (a)
<i>Food Products 2.4%</i>				
Alicorp SAA, Senior Notes	3.875%	3/20/23	320,000	311,264 (a)
Boparan Holdings Ltd., Senior Notes	9.875%	4/30/18	900,000 GBP	1,625,493 (a)
BRF SA, Senior Notes	4.750%	5/22/24	951,000	942,679 (a)
Chiquita Brands International Inc./Chiquita Brands LLC, Senior Secured Notes	7.875%	2/1/21	1,240,000	1,360,900 (b)
Dole Food Co. Inc., Senior Secured Notes	7.250%	5/1/19	820,000	831,275 (a)
Hearthside Group Holdings LLC/Hearthside Finance Co., Senior Notes	6.500%	5/1/22	780,000	789,750 (a)
JBS Investment GmbH, Senior Notes	7.250%	4/3/24	480,000	501,600 (a)
Land O Lakes Capital Trust I, Junior Subordinated Bonds	7.450%	3/15/28	550,000	554,125 (a)
Marfrig Holding Europe BV, Senior Notes	8.375%	5/9/18	440,000	466,400 (a)
Marfrig Holding Europe BV, Senior Notes	11.250%	9/20/21	500,000	581,250 (a)
Marfrig Overseas Ltd., Senior Notes	9.500%	5/4/20	420,000	456,120 (a)
Simmons Foods Inc., Senior Secured Notes	10.500%	11/1/17	1,300,000	1,410,500 (a)
Wells Enterprises Inc., Senior Secured Notes	6.750%	2/1/20	296,000	310,060 (a)
<i>Total Food Products</i>				<i>10,141,416</i>
<i>Household Products 0.1%</i>				
Spectrum Brands Inc., Senior Notes	6.625%	11/15/22	350,000	384,125
<i>Personal Products 0.1%</i>				
Hypermarcas SA, Notes	6.500%	4/20/21	480,000	526,800 (a)(b)
<i>Tobacco 0.2%</i>				
Alliance One International Inc., Secured Notes	9.875%	7/15/21	660,000	676,500
<b>Total Consumer Staples</b>				<b>13,757,229</b>
<b>Energy 15.7%</b>				
<i>Energy Equipment &amp; Services 1.6%</i>				
Atwood Oceanics Inc., Senior Notes	6.500%	2/1/20	420,000	447,300 (b)
Hercules Offshore Inc., Senior Notes	10.250%	4/1/19	490,000	546,350 (a)
Hercules Offshore Inc., Senior Notes	8.750%	7/15/21	640,000	688,000 (a)
Hercules Offshore Inc., Senior Notes	7.500%	10/1/21	530,000	536,625 (a)
KCA Deutag UK Finance PLC, Senior Secured Notes	7.250%	5/15/21	570,000	575,700 (a)

See Notes to Financial Statements.

## Schedule of investments (cont d)

May 31, 2014

## Western Asset Global High Income Fund Inc.

Security	Rate	Maturity Date	Face Amount	Value
<i>Energy Equipment &amp; Services continued</i>				
Offshore Drilling Holding SA, Senior Secured Notes	8.375%	9/20/20	500,000	\$ 553,750 <sup>(a)</sup>
Parker Drilling Co., Senior Notes	6.750%	7/15/22	660,000	686,400 <sup>(a)</sup>
Petroleum Geo-Services ASA, Senior Notes	7.375%	12/15/18	570,000	612,750 <sup>(a)(b)</sup>
SESI LLC, Senior Notes	7.125%	12/15/21	780,000	885,300
Sierra Hamilton LLC/Sierra Hamilton Finance Inc., Senior Secured Notes	12.250%	12/15/18	730,000	765,587 <sup>(a)</sup>
TMK OAO Via TMK Capital SA, Senior Notes	6.750%	4/3/20	460,000	442,750 <sup>(a)</sup>
<i>Total Energy Equipment &amp; Services</i>				6,740,512
<i>Oil, Gas &amp; Consumable Fuels 14.1%</i>				
Anadarko Petroleum Corp., Senior Notes	6.450%	9/15/36	50,000	63,147
Apache Corp., Senior Notes	6.000%	1/15/37	280,000	342,470 <sup>(b)</sup>
Arch Coal Inc., Senior Notes	7.000%	6/15/19	620,000	463,450
Arch Coal Inc., Senior Notes	9.875%	6/15/19	390,000	335,400
Calumet Specialty Products Partners LP/Calumet Finance Corp., Senior Notes	9.625%	8/1/20	430,000	499,338
Calumet Specialty Products Partners LP/Calumet Finance Corp., Senior Notes	6.500%	4/15/21	460,000	468,050 <sup>(a)</sup>
Calumet Specialty Products Partners LP/Calumet Finance Corp., Senior Notes	7.625%	1/15/22	520,000	553,150
Carrizo Oil & Gas Inc., Senior Notes	7.500%	9/15/20	620,000	682,000
Chesapeake Energy Corp., Senior Notes	6.875%	11/15/20	840,000	980,700 <sup>(b)</sup>
Chesapeake Energy Corp., Senior Notes	6.125%	2/15/21	730,000	823,988 <sup>(b)</sup>
Colorado Interstate Gas Co., Senior Notes	6.800%	11/15/15	160,000	174,492 <sup>(b)</sup>
Comstock Resources Inc., Senior Notes	9.500%	6/15/20	600,000	687,000 <sup>(b)</sup>
CONSOL Energy Inc., Senior Notes	8.250%	4/1/20	790,000	863,075 <sup>(b)</sup>
Corral Petroleum Holdings AB, Senior Notes	15.000%	12/31/17	588,855	568,999 <sup>(a)(d)</sup>
Devon Energy Corp., Debentures	7.950%	4/15/32	230,000	327,112 <sup>(b)</sup>
Dolphin Energy Ltd., Senior Secured Bonds	5.888%	6/15/19	870,626	968,571 <sup>(a)</sup>
Ecopetrol SA, Senior Notes	7.625%	7/23/19	900,000	1,100,547 <sup>(b)</sup>
Ecopetrol SA, Senior Notes	5.875%	9/18/23	227,000	253,956
Ecopetrol SA, Senior Notes	5.875%	5/28/45	260,000	269,100
EDC Finance Ltd., Senior Notes	4.875%	4/17/20	900,000	861,750 <sup>(a)</sup>
El Paso Corp., Medium-Term Notes	7.750%	1/15/32	1,260,000	1,379,700 <sup>(b)</sup>
El Paso Natural Gas Co., Bonds	8.375%	6/15/32	70,000	98,695
Enterprise Products Operating LLC, Senior Bonds	6.300%	9/15/17	550,000	636,627 <sup>(b)</sup>
EXCO Resources Inc., Senior Notes	8.500%	4/15/22	510,000	527,850
GeoPark Latin America Ltd. Agencia en Chile, Senior Secured Notes	7.500%	2/11/20	420,000	451,500 <sup>(a)</sup>
Globe Luxembourg SCA, Senior Secured Notes	9.625%	5/1/18	970,000	1,076,700 <sup>(a)</sup>

See Notes to Financial Statements.

## Western Asset Global High Income Fund Inc.

Security	Rate	Maturity Date	Face Amount	Value
<i>Oil, Gas &amp; Consumable Fuels continued</i>				
Halcon Resources Corp., Senior Notes	9.750%	7/15/20	490,000	\$ 539,000
Halcon Resources Corp., Senior Notes	8.875%	5/15/21	1,110,000	1,187,700
Kerr-McGee Corp., Notes	6.950%	7/1/24	920,000	1,180,972 <sup>(b)</sup>
Kodiak Oil & Gas Corp., Senior Notes	8.125%	12/1/19	770,000	858,550
Lonestar Resources America Inc., Senior Notes	8.750%	4/15/19	290,000	291,450 <sup>(a)</sup>
LUKOIL International Finance BV, Bonds	6.356%	6/7/17	1,542,000	1,669,215 <sup>(a)(b)</sup>
LUKOIL International Finance BV, Bonds	6.656%	6/7/22	496,000	547,460 <sup>(a)</sup>
Magnum Hunter Resources Corp., Senior Notes	9.750%	5/15/20	1,240,000	1,376,400
MarkWest Energy Partners LP/MarkWest Energy Finance Corp., Senior Notes	6.500%	8/15/21	143,000	155,155
Milagro Oil & Gas Inc., Secured Notes	10.500%	5/15/16	900,000	720,000 <sup>(f)</sup>
Murray Energy Corp., Senior Secured Notes	8.625%	6/15/21	490,000	536,550 <sup>(a)</sup>
Natural Resource Partners LP, Senior Notes	9.125%	10/1/18	600,000	630,000 <sup>(a)</sup>
New Gulf Resources LLC/NGR Finance Corp., Senior Secured Notes	11.750%	5/15/19	780,000	780,000
Oleoducto Central SA, Senior Notes	4.000%	5/7/21	480,000	481,248 <sup>(a)</sup>
Pacific Rubiales Energy Corp., Senior Notes	5.375%	1/26/19	870,000	908,062 <sup>(a)</sup>
Pacific Rubiales Energy Corp., Senior Notes	7.250%	12/12/21	780,000	867,750 <sup>(a)</sup>
Pacific Rubiales Energy Corp., Senior Notes	5.125%	3/28/23	900,000	891,000 <sup>(a)</sup>
Pan American Energy LLC, Senior Notes	7.875%	5/7/21	382,000	397,280 <sup>(a)</sup>
Pan American Energy LLC, Senior Notes	7.875%	5/7/21	283,000	294,320 <sup>(a)</sup>
Pemex Project Funding Master Trust, Senior Bonds	6.625%	6/15/35	3,387,000	3,979,725 <sup>(g)</sup>
Petrobras International Finance Co., Senior Notes	5.375%	1/27/21	410,000	427,733 <sup>(b)</sup>
Petrobras International Finance Co., Senior Notes	6.875%	1/20/40	1,620,000	1,717,200 <sup>(b)</sup>
Petroleos Mexicanos, Notes	8.000%	5/3/19	1,650,000	2,043,525 <sup>(g)</sup>
Petroleos Mexicanos, Notes	6.375%	1/23/45	644,000	743,015 <sup>(a)</sup>
Petroleos Mexicanos, Senior Notes	5.500%	1/21/21	970,000	1,088,825
Petroleos Mexicanos, Senior Notes	5.500%	6/27/44	1,220,000	1,264,225
Petroleum Co. of Trinidad & Tobago Ltd., Senior Notes	9.750%	8/14/19	870,000	1,103,812 <sup>(a)(b)</sup>
Petronas Capital Ltd., Senior Notes	5.250%	8/12/19	1,485,000	1,692,948 <sup>(a)(b)</sup>
Plains Exploration & Production Co., Senior Notes	8.625%	10/15/19	515,000	554,913 <sup>(b)</sup>
PT Pertamina Persero, Notes	5.250%	5/23/21	1,040,000	1,084,200 <sup>(a)</sup>
PT Pertamina Persero, Senior Notes	4.300%	5/20/23	560,000	536,900 <sup>(a)</sup>
Puma International Financing SA, Senior Bonds	6.750%	2/1/21	1,980,000	2,079,792 <sup>(a)</sup>
Quicksilver Resources Inc., Senior Notes	11.000%	7/1/21	1,080,000	1,120,500
Range Resources Corp., Senior Subordinated Notes	8.000%	5/15/19	460,000	480,070 <sup>(b)</sup>
Ras Laffan Liquefied Natural Gas Co., Ltd. III, Senior Secured Bonds	6.750%	9/30/19	407,000	489,926 <sup>(a)</sup>

See Notes to Financial Statements.

## Schedule of investments (cont d)

May 31, 2014

### Western Asset Global High Income Fund Inc.

Security	Rate	Maturity Date	Face Amount	Value
<i>Oil, Gas &amp; Consumable Fuels continued</i>				
Reliance Holdings USA Inc., Senior Notes	4.500%	10/19/20	970,000	\$ 1,017,480 <sup>(a)(b)</sup>
Rosneft Finance SA, Senior Notes	6.625%	3/20/17	300,000	326,250 <sup>(a)</sup>
Rosneft Finance SA, Senior Notes	7.875%	3/13/18	1,010,000	1,146,350 <sup>(a)(b)</sup>
Samson Investment Co., Senior Notes	10.750%	2/15/20	1,840,000	1,932,000 <sup>(a)(b)</sup>
Sanchez Energy Corp., Senior Notes	7.750%	6/15/21	740,000	795,500 <sup>(a)</sup>
SandRidge Energy Inc., Senior Notes	7.500%	2/15/23	250,000	267,500
Shelf Drilling Holdings Ltd., Senior Secured Notes	8.625%	11/1/18	510,000	550,800 <sup>(a)</sup>
Sibur Securities Ltd., Senior Notes	3.914%	1/31/18	790,000	746,550 <sup>(a)</sup>
Sidewinder Drilling Inc., Senior Notes	9.750%	11/15/19	310,000	311,550 <sup>(a)</sup>
Summit Midstream Holdings LLC/Summit Midstream Finance Corp., Senior Notes	7.500%	7/1/21	370,000	403,300
Transportadora de Gas del Peru SA, Senior Notes	4.250%	4/30/28	560,000	533,400 <sup>(a)</sup>
Westmoreland Coal Co./Westmoreland Partners, Senior Secured Notes	10.750%	2/1/18	440,000	478,500 <sup>(a)</sup>
Williams Cos. Inc., Senior Notes	8.750%	3/15/32	486,000	620,910 <sup>(b)</sup>
Xinergy Ltd., Senior Secured Notes	9.250%	5/15/19	100,000	67,250 <sup>(a)</sup>
<i>Total Oil, Gas &amp; Consumable Fuels</i>				<i>59,374,128</i>
<b>Total Energy</b>				<b>66,114,640</b>
<b>Financials 15.2%</b>				
<i>Banks 8.2%</i>				
Bank of America Corp., Senior Notes	5.650%	5/1/18	490,000	557,852 <sup>(b)</sup>
Bank of America Corp., Senior Notes	7.625%	6/1/19	1,480,000	1,839,979 <sup>(b)</sup>
Barclays Bank PLC, Subordinated Notes	10.179%	6/12/21	2,050,000	2,831,031 <sup>(a)(b)</sup>
Barclays Bank PLC, Subordinated Notes	7.625%	11/21/22	5,000,000	5,756,250
Citigroup Inc., Senior Notes	8.500%	5/22/19	2,000,000	2,564,488 <sup>(b)</sup>
Credit Agricole SA, Subordinated Notes	8.375%	10/13/19	870,000	1,026,600 <sup>(a)(b)(h)(i)</sup>
ING Bank NV, Subordinated Notes	5.800%	9/25/23	3,410,000	3,820,349 <sup>(a)(b)</sup>
Intesa Sanpaol				