WESTERN ASSET INTERMEDIATE MUNI FUND INC.

Form N-Q November 29, 2007

UNITED STATES SECURITIES AND EXCHANGE COMMISSION Washington, D.C. 20549

FORM N-Q

QUARTERLY SCHEDULE OF PORTFOLIO HOLDINGS OF REGISTERED MANAGEMENT INVESTMENT COMPANY

Investment Company Act file number

811-06506

Western Asset Intermediate Muni Fund Inc. (Exact name of registrant as specified in charter)

125 Broad Street, New York, NY (Address of principal executive offices)

10004 (Zip code)

Robert I. Frenkel, Esq.

Legg Mason & Co., LLC

300 First Stamford Place

Stamford, CT 06902 (Name and address of agent for service)

Registrant's telephone number, including area code: 1-800-451-2010

Date of fiscal year end: December 31

Date of reporting period: September 30, 2007

WESTERN ASSET INTERMEDIATE MUNI FUND INC.

FORM N-Q

SEPTEMBER 30, 2007

ITEM 1. SCHEDULE OF INVESTMENTS

Western Asset Intermediate Muni Fund Inc.

Schedule of Investments (unaudited)

September 30, 2007

Face Amount		Security	Value
	97.2%	Security	value
Alabama 2.9%	>1 .2 /c		
\$	3,000,000	Alabama State Public School & College Authority, FSA-Insured, 5.125% due 11/1/15 (a)	\$ 3,088,890
	1,225,000	Baldwin County, AL, Board of Education, Capital Outlay School Warrants, AMBAC-Insured,	
	94,127	5.000% due 6/1/20 Birmingham, AL, Medical Clinic Board Revenue, Baptist Medical	1,283,543
		Center, 8.300% due 7/1/08 (b)	97,410
	1,000,000	Saraland, AL, GO, MBIA-Insured, 5.250% due 1/1/15 Total Alabama	1,058,000 5,527,843
Alaska 1.6%			
	1,000,000	Alaska Industrial Development & Export Authority Revenue, Williams Lynxs	
		Alaska Cargo Port LLC, 8.000% due 5/1/23 (c) Anchorage, AK, GO, Refunding, FGIC-Insured, 6.000% due	1,077,990
	500,000	10/1/14 North Slope Boro, AK, Refunding, Series A, MBIA-Insured,	569,970
	1,250,000	5.000% due 6/30/15 Total Alaska	1,351,463 2,999,423
Arizona 0.3%		1 Out Musiku	2,777,123
THIEDIU OIC /C		Maricopa County, AZ, Hospital Revenue:	
	15,000	Samaritan Health Service, 7.625% due 1/1/08 (b)	15,150
	444,000	St. Lukes Medical Center, 8.750% due 2/1/10 (b)	472,074
	,	Total Arizona	487,224
Arkansas 1.4%		- • • • • • • • • • • • • • • • • • • •	,==.
	1,500,000	Arkansas State Development Finance Authority Hospital Revenue, Washington Regional	
		Medical Center, Call 2/1/10 @ 100, 7.000% due 2/1/15 (d)	1,613,145
	1,000,000	Warren County, AR, Solid Waste Disposal Revenue, Potlatch Corp. Project, 7.000%	
		due 4/1/12 (c)	1,060,240
		Total Arkansas	2,673,385
California 3.3%			
	1,500,000	Barona, CA, Band of Mission Indians, GO, 8.250% due 1/1/20 California State Economic Recovery, GO, Series A, 5.000% due	1,534,020
	3,000,000	7/1/17	3,129,690
	10,000	Loma Linda, CA, Community Hospital Corp. Revenue, First Mortgage, 8.000%	
		due 12/1/08 (b)	10,278
	905,000	Los Angeles, CA, COP, Hollywood Presbyterian Medical Center, INDLC-Insured, 9.625%	
		due 7/1/13 (b)	1,065,221
	290,000	San Francisco, CA, Airport Improvement Corp. Lease Revenue, United Airlines Inc., 8.000%	327,111

	~	90,000	due 7/1/13 (b) San Leandro, CA, Hospital Revenue, Vesper Memorial Hospital, 11.500% due 5/1/11 (b) Total California	104,262 6,170,582
Colorado	5.2%	1.060.000		
		1,860,000	Broomfield, CO, COP, Open Space Park & Recreation Facilities, AMBAC-Insured, 5.500%	
			due 12/1/20	1,953,242
			Colorado Educational & Cultural Facilities Authority Revenue	
			Charter School:	
			Bromley East Project, Series A, Call 9/15/11 @ 100, 7.000% due	
		1,000,000	9/15/20 (d)	1,121,380
		1,155,000	Bromley School Project, XLCA-Insured, 5.125% due 9/15/20	1,232,985
		1,350,000	Refunding & Improvement, University Lab School, XLCA-Insured,	
			5.250% due 6/1/24	1,437,993
			University Lab School Project, Call 6/1/11 @ 100, 6.125% due	
		500,000	6/1/21 (d)	543,450
		710,000	Denver, CO, Health & Hospital Authority, Series A, Call 12/01/11	
			@ 100, 6.250%	
			due 12/1/16 (d)	780,049
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See Notes to Schedule of Investments.

Western Asset Intermediate Muni Fund Inc.

Schedule of Investments (unaudited) (continued)

September 30, 2007

Face Amount	Security	Value
Colorado 5.2% (continued)		
\$ 1,765,000	Pueblo, CO, Bridge Waterworks Water Revenue, Improvement Series A, FSA-Insured, Call 11/1/10 @ 100, 6.000% due 11/1/14 (d)	\$ 1,891,568
750,000	SBC Metropolitan District, CO, GO, ACA-Insured, 5.000% due 12/1/25	735,915
	Total Colorado	9,696,582
Connecticut 2.2%		
2,000,000	Connecticut State HEFA Revenue, Bristol Hospital, Series B, 5.500% due 7/1/21	2,085,820
1,855,000	Connecticut State Special Obligation Parking Revenue, Bradley International Airport, Series A, ACA-Insured, 6.375% due 7/1/12	
	(c)	1,962,571
	Total Connecticut	4,048,391
Florida 3.9%		
105,000	Lee County, FL, Southwest Florida Regional Airport Revenue, MBIA-Insured, 8.625% due 10/1/09 (b)	109,961
3,250,000	Lee, FL, Memorial Health System, Hospital Revenue, Series A, FSA-Insured, 5.750% due 4/1/14	3,513,770
1,260,000	Old Palm Community Development District, FL, Palm Beach Gardens, Series B, 5.375% due 5/1/14	1,233,691
505,000	Orange County, FL, Health Facilities Authority Revenue: First Mortgage Healthcare Facilities, 8.750% due 7/1/11	530,422
1,500,000	Hospital Adventist Health Systems, Call 11/15/12 @ 100, 6.250% due 11/15/24 (d)	1,680,450
250,000	Southern Adventist Hospital, Adventist Health Systems, 8.750% due 10/1/09 (b)	262,130
	Total Florida	7,330,424
Georgia 9.5%	2 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0	7,000,121
970,000	Athens, GA, Housing Authority Student Housing Lease Revenue, University of Georgia East Campus, AMBAC-Insured, 5.250%	
	due 12/1/23	1,023,204
650,000	Chatham County, GA, Hospital Authority Revenue, Hospital Memorial Health Medical Center, Series A, 6.000% due 1/1/17	680,921
	Fulton County, GA, Development Authority Revenue, Morehouse College Project, AMBAC-Insured:	000,521
340,000	5.000% due 12/1/18	368,142
560,000	5.000% due 12/1/19 5.000% due 12/1/19	602,476
635,000	5.000% due 12/1/19 5.000% due 12/1/20	679,888
1,000,000	Gainesville, GA, Water & Sewer Revenue, FSA-Insured, Call	079,000
1,000,000	11/15/11 @ 100, 5.375% due 11/15/20 (d) Georgia Municipal Electric Authority:	1,070,080
	Power Revenue, Refunding, Series A, FSA-Insured, 5.000% due	
3,000,000	1/1/18	3,140,490
500,000	Power System Revenue, Series X, 6.500% due 1/1/12	529,005

		1,000,000	Griffin, GA, Combined Public Utilities Revenue, Refunding &	1.050.100
		(000 000	Improvement, AMBAC-Insured, 5.000% due 1/1/21	1,050,100
		6,000,000	Main Street Natural Gas Inc., 5.500% due 9/15/24	6,375,420
		2,120,000	Metropolitan Atlanta Rapid Transit Georgia Sales Tax Revenue,	
			Series E, 7.000% due 7/1/11 (b)	2,310,736
			Total Georgia	17,830,462
Illinois	3.5%			
		535,000	Bourbonnais, IL, Industrial Development Revenue, Refunding	
			Kmart Corp. Project, 6.600% due 10/1/06 (e)	13,375