

WESTERN ASSET MANAGED MUNICIPALS FUND INC.

Form N-Q

October 30, 2008

**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

811-6629

Western Asset Managed Municipals Fund Inc.
(Exact name of registrant as specified in charter)

55 Water Street, New York, NY
(Address of principal executive offices)

10041
(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: May 31

Date of reporting period: August 31, 2008

ITEM 1. SCHEDULE OF INVESTMENTS

**WESTERN ASSET
MANAGED MUNICIPALS FUND INC.**

FORM N-Q

AUGUST 31, 2008

Western Asset Managed Municipals Fund Inc.

Schedule of Investments (unaudited)

August 31, 2008

Face Amount	Security	Value
MUNICIPAL BONDS 99.3%		
Arizona 3.9%		
\$ 3,705,000	Greater Arizona Development Authority, Development Authority Infrastructure Revenue, Pinal County Road Project, MBIA, 5.000% due 8/1/19	\$ 3,972,094
4,000,000	Mesa, AZ, IDA, Revenue, Discovery Health Systems, MBIA, 5.625% due 1/1/29 (a)	4,228,040
3,000,000	Phoenix, AZ: Civic Improvement Corp. Airport Revenue, Senior Lien, FGIC, 5.250% due 7/1/22 (b)	2,979,390
1,000,000	GO, 5.000% due 7/1/27 (a)	1,051,500
10,000,000	Salt Verde, AZ Financial Corp., Gas Revenue: 5.000% due 12/1/32	8,512,500
10,040,000	5.000% due 12/1/37	8,404,283
	Total Arizona	29,147,807
California 9.5%		
1,170,000	California EFA Revenue, 5.625% due 7/1/23	1,131,659
6,000,000	California Health Facilities Finance Authority Revenue: Cedars-Sinai Medical Center, 6.250% due 12/1/34 (a)	6,371,820
1,000,000	Sutter Health, 6.250% due 8/15/35	1,048,290
3,100,000	California Housing Finance Agency Revenue, Home Mortgage: 4.700% due 8/1/24 (b)	2,801,036
10,000,000	4.800% due 8/1/37 (b)	8,243,500
5,000,000	California State Department of Veterans Affairs, Home Purchase Revenue, AMBAC, 5.350% due 12/1/27	5,065,900
9,500,000	California Statewide CDA Revenue, St. Joseph Health System, FGIC, 5.750% due 7/1/47	9,926,930
7,375,000	Garden Grove, CA, Agency for Community Development, Tax Allocation, Refunding, AMBAC, 5.000% due 10/1/29	7,298,890
6,000,000	Golden State Tobacco Securitization Corp., CA, Tobacco Settlement Revenue, 6.750% due 6/1/39 (a)	6,941,220
6,000,000	Long Beach, CA, Bond Finance Authority, Natural Gas Purpose Revenue, 5.500% due 11/15/28	5,654,040
3,340,000	Rancho Cucamonga, CA, RDA, Tax Allocation, Rancho Redevelopment Projects, MBIA, 5.125% due 9/1/30	3,337,795
1,145,000	Sacramento County, CA, COP, Unrefunded Balance, Public Facilities Project, MBIA, 5.375% due 2/1/19	1,158,099
5,000,000	San Diego, CA, USD GO, FSA, 5.000% due 7/1/28	5,420,150
3,000,000	San Mateo County Community College District, COP, MBIA, 5.000% due 10/1/25 (a)	3,348,540
2,500,000	Santa Clara, CA, RDA, Tax Allocation, Bayshore North Project, MBIA, 5.000% due 6/1/23	2,546,250
	Total California	70,294,119

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Colorado 9.3%

	Colorado Educational & Cultural Facilities Authority	
	Revenue, University of Denver Project, AMBAC:	
2,050,000	5.375% due 3/1/23 (a)	2,204,385
1,950,000	5.375% due 3/1/23 (a)	2,094,398
	Colorado Health Facilities Authority Revenue:	
5,000,000	Refunding Adventist Health, Sunbelt, 5.250% due	
	11/15/35 (c)	4,703,550
4,000,000	Remarketed 7/8/98, 5.350% due 8/1/15 (d)	4,093,280
2,000,000	Denver, CO, City & County, COP, AMBAC, 5.500%	
	due 12/1/25 (a)	2,158,900
	Denver, CO, City & County Airport Revenue:	
10,945,000	6.125% due 11/15/25 (b)(d)	12,681,971
13,630,000	Unrefunded Balance, 6.125% due 11/15/25 (b)	13,745,991

See Notes to Schedule of Investments.

Western Asset Managed Municipals Fund Inc.

Schedule of Investments (unaudited) (continued)

August 31, 2008

Face Amount	Security	Value
Colorado 9.3% (continued)		
\$ 1,700,000	El Paso County, CO, COP, Detention Facility Project, AMBAC, 5.000% due 12/1/23	\$ 1,706,953
2,300,000	Garfield County, CO, GO, School District No. 2, FSA, State Aid Withholding: 5.000% due 12/1/23	2,362,560
1,000,000	5.000% due 12/1/25	1,022,140
15,000,000	Public Authority for Colorado Energy, Natural Gas Purchase Revenue, 6.500% due 11/15/38	14,573,700
7,320,000	University of Colorado, COP, Master Lease Purchase Agreement, AMBAC, 5.000% due 6/1/28 (a)	7,925,218
	Total Colorado	69,273,046
Connecticut 1.0%		
4,490,000	Connecticut State: GO: 5.500% due 6/15/21 (a)	4,943,849
1,600,000	5.000% due 6/15/22 (a)	1,733,152