WESTERN ASSET INTERMEDIATE MUNI FUND INC.

Form N-O May 28, 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

811-06506

Western Asset Intermediate Muni 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: December 31,

Date of reporting period: March 31, 2008

ITEM 1. SCHEDULE OF INVESTMENTS

WESTERN ASSET INTERMEDIATE MUNI FUND INC.

FORM N-Q

MARCH 31, 2008

Western Asset Intermediate Muni Fund Inc.

Schedule of Investments (unaudited)

March 31, 2008

Face Amount		Security	Value
MUNICIPAL BO	NDS 98.9%	·	
Alabama 3.0%			
		Alabama State Public School & College Authority, FSA,	
\$ 3,	,000,000	5.125% due 11/1/15 (a)	3,078,660
1,	,225,000	Baldwin County, AL, Board of Education, Capital Outlay	
		School Warrants, AMBAC, 5.000% due 6/1/20	1,267,556
	94,127	Birmingham, AL, Medical Clinic Board Revenue, Baptist	
		Medical Center, 8.300% due 7/1/08 (b)	95,608
1,	,000,000	Saraland, AL, GO, MBIA, 5.250% due 1/1/15	1,058,770
		Total Alabama	5,500,594
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)	1,055,730
	500,000	Anchorage, AK, GO, Refunding, FGIC, 6.000% due	
		10/1/14	573,305
1,	,250,000	North Slope Boro, AK, Refunding, MBIA, 5.000% due	
		6/30/15	1,368,125
		Total Alaska	2,997,160
Arizona 0.2%			
	308,000	Maricopa County, AZ, Hospital Revenue, St. Lukes	
		Medical Center, 8.750% due 2/1/10 (b)	331,790
Arkansas 1.4%			
1,	,500,000	Arkansas State Development Finance Authority Hospital	
		Revenue, Washington Regional Medical Center, 7.000%	
		due 2/1/15 (d)	1,621,485
1,	,000,000	Warren County, AR, Solid Waste Disposal Revenue,	
		Potlatch Corp. Project, 7.000% due 4/1/12 (c)	1,046,940
		Total Arkansas	2,668,425
California 4.4%			
1,	,500,000	Barona, CA, Band of Mission Indians, GO, 8.250% due	
		1/1/20	1,516,095
3,	,000,000	California State Economic Recovery, GO, 5.000% due	
		7/1/17 (a)	3,118,980
2,	,000,000	California Statewide CDA Revenue, Lodi Memorial	
		Hospital, 5.000% due 12/1/22	2,004,420
	5,000	Loma Linda, CA, Community Hospital Corp. Revenue,	
		First Mortgage, 8.000% due 12/1/08 (b)	5,203
	905,000	Los Angeles, CA, COP, Hollywood Presbyterian Medical	
		Center, INDLC, 9.625% due 7/1/13 (b)	1,063,384
	290,000	San Francisco, CA, Airport Improvement Corp. Lease	
		Revenue, United Airlines Inc., 8.000% due 7/1/13 (b)	328,112
	90,000	San Leandro, CA, Hospital Revenue, Vesper Memorial	
		Hospital, 11.500% due 5/1/11 (b)	102,739
		Total California	8,138,933
Colorado 5.2%			

1,860,000	Broomfield, CO, COP, Open Space Park & Recreation	
	Facilities, AMBAC, 5.500% due 12/1/20	1,935,386
	Colorado Educational & Cultural Facilities Authority	
	Revenue Charter School:	
1,000,000	Bromley East Project, 7.000% due 9/15/20 (d)	1,138,950
1,155,000	Bromley School Project, XLCA, 5.125% due 9/15/20	1,192,849
1,350,000	Refunding & Improvement, University Lab School, XLCA,	
	5.250% due 6/1/24	1,370,466
500,000	University Lab School Project, 6.125% due 6/1/21 (d)	551,535
710,000	Denver, CO, Health & Hospital Authority, 6.250% due	
	12/1/16 (d)	797,273
1,765,000	Pueblo, CO, Bridge Waterworks Water Revenue,	
	Improvement, FSA, 6.000% due 11/1/14 (d)	1,928,898
750,000	SBC Metropolitan District, CO, GO, ACA, 5.000% due	
	12/1/25	700,680
	Total Colorado	9,616,037

See Notes to Schedule of Investments.

Western Asset Intermediate Muni Fund Inc.

Schedule of Investments (unaudited) (continued)

March 31, 2008

Face Amount Connecticu	nt 2.1%	Security	Value
		Connecticut State HEFA Revenue, Bristol Hospital,	
\$	2,000,000	5.500% due 7/1/21 \$	2,032,540
	1,855,000	Connecticut State Special Obligation Parking Revenue,	
		Bradley International Airport, ACA, 6.375% due 7/1/12	
		(c)	1,906,254
		Total Connecticut	3,938,794
Florida 2	2.0%		
	105,000	Lee County, FL, Southwest Florida Regional Airport	
		Revenue, MBIA, 8.625% due 10/1/09 (b)	111,464
	1,180,000	Old Palm Community Development District, FL, Palm	
		Beach Gardens, 5.375% due 5/1/14	1,052,938
		Orange County, FL, Health Facilities Authority Revenue:	
	505,000	First Mortgage Healthcare Facilities, 8.750% due 7/1/11	523,271
	1,500,000	Hospital Adventist Health Systems, 6.250% due	
		11/15/24 (d)	1,709,355
	250,000	Southern Adventist Hospital, Adventist Health Systems,	
		8.750% due 10/1/09 (b)	265,702
		Total Florida	3,662,730
Georgia	9.0%		
	970,000	Athens, GA, Housing Authority Student Housing Lease	
		Revenue, University of Georgia East Campus, AMBAC,	
		5.250% due 12/1/23	1,006,414
	650,000	Chatham County, GA, Hospital Authority Revenue,	
		Hospital Memorial Health Medical Center, 6.000% due	
		1/1/17	658,411
		Fulton County, GA, Development Authority Revenue,	
		Morehouse College Project, AMBAC:	
	340,000	5.000% due 12/1/18	365,313
	560,000	5.000% due 12/1/19	594,334
	635,000	5.000% due 12/1/20	668,261
	1,000,000	Gainesville, GA, Water & Sewer Revenue, FSA, 5.375%	4 00 6 00 0
		due 11/15/20 (d)	1,096,980
	2 000 000	Georgia Municipal Electric Authority:	2 152 452
	3,000,000	Power Revenue, Refunding, FSA, 5.000% due 1/1/18 (a)	3,153,450
	410,000	Power System Revenue, 6.500% due 1/1/12	443,431
	1,000,000		