

ABERDEEN ASIA-PACIFIC INCOME FUND INC
Form N-CSR
January 07, 2008

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:	811-04611
Exact name of registrant as specified in charter:	Aberdeen Asia-Pacific Income Fund, Inc.
Address of principal executive offices:	800 Scudders Mill Road, Plainsboro, New Jersey 08536
Name and address of agent for service:	Mr. Alan Goodson Aberdeen Asset Management Inc. 1735 Market Street 37 th Floor Philadelphia, PA 19103
Registrant's telephone number, including area code:	800-522-5465
Date of fiscal year end:	10/31/07
Date of reporting period:	10/31/07

Item 1 Reports to Stockholders

07

Invests primarily in Australian and Asian debt securities.

Aberdeen Asia-Pacific Income Fund, Inc.

Annual Report

October 31, 2007

Letter to Shareholders

December 17, 2007

Dear Shareholder,

We present this Annual Report which covers the activities of Aberdeen Asia-Pacific Income Fund, Inc. (the Fund) for the year ended October 31, 2007. The Fund's investment objective is to seek current income. The Fund may also achieve incidental capital appreciation.

Net Asset Value Performance

The Fund's total return based on net asset value (NAV) was 15.6% over the year ended October 31, 2007 and 9.6% per annum since inception, assuming the reinvestment of distributions.

Share Price Performance

The Fund's share price increased by 3.1% over the year, from \$6.10 on October 31, 2006 to \$6.29 on October 31, 2007. The Fund's share price on October 31, 2007 represented a discount of 10.0% to the NAV per share of \$6.99 on that date, compared with a discount of 5.6% to the NAV per share of \$6.46 on October 31, 2006. At the date of this letter, the share price was \$5.75 representing a discount of 12.3% to the NAV per share of \$6.56.

Asia: 44.7% of Total Investments Invested in Asian Debt Securities

As of October 31, 2007, the Fund held 44.7% of its total investments in Asian debt securities (including New Zealand). Of the Fund's total investments, 28.9% were held in U.S. dollar denominated bonds issued by foreign issuers, bringing the Fund's total U.S. dollar exposure to 32.5%.

Credit Quality: 70.6% of Securities Rated or Deemed Equivalent to A or Better

As of October 31, 2007, 70.6% of the Fund's portfolio was invested in securities where either the issue or the issuer was rated A or better, or judged by Aberdeen Asset Management Asia Limited (the Investment Manager) to be of equivalent quality.

Distributions

Distributions to common shareholders for the twelve months ended October 31, 2007 totaled 42 cents per share. Based on the share price of \$6.29 on October 31, 2007, the distribution rate over the twelve months then ended was 6.7%. Since all distributions are paid after deducting applicable withholding taxes, the effective distribution rate may be higher for those U.S. investors who are able to claim a tax credit.

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On December 12, 2007, the Board of Directors authorized a monthly distribution of 3.5 cents per share, payable on January 11, 2008 to common shareholders of record as of December 31, 2007.

The Board's policy is to provide investors with a stable monthly distribution out of current income, supplemented by realized capital gains and, to the extent the Fund does not generate earnings from dividends, interest and net realized capital gains equal to or in excess of the aggregate distributions paid by the Fund, paid-in capital, which is a non-taxable return of capital. It is the Board's intention that the monthly distribution of 3.5 cents per share be maintained for twelve months, beginning with the July 13, 2007 distribution payment. This policy is subject to regular review at the Board's quarterly meetings, unless market conditions require an earlier evaluation. The next review is scheduled to take place in March 2008.

Share Repurchase Policy

The Board's policy is generally to buy back Fund shares on the open market when the Fund trades at certain discounts to NAV. The Board has decided that the Fund will implement a share buy back in early 2008 if the Fund's shares are trading at a 8% or greater discount to net asset value.

Portfolio Holdings Disclosure

The Fund files its complete schedule of portfolio holdings with the SEC for the first and third quarters of each fiscal year on Form N-Q. The Fund's Forms N-Q are available on the SEC's website at <http://www.sec.gov> and may be reviewed and copied at the SEC's Public Reference Room in Washington, D.C. Information about the operation of the Public Reference Room may be obtained by calling 1-800-SEC-0330. The Fund makes the information on

Aberdeen Asia-Pacific Income Fund, Inc.

Letter to Shareholders (concluded)

Form N-Q available to shareholders on the Fund's website or upon request and without charge by calling Investor Relations toll-free at 1-800-522-5465.

Proxy Voting

A description of the policies and procedures that the Fund uses to determine how to vote proxies relating to portfolio securities, and information regarding how the Fund voted proxies relating to portfolio securities during the twelve months ended June 30, 2007, is available: (i) upon request and without charge by calling Investor Relations toll-free at 1-800-522-5465; and (ii) on the SEC's website at <http://www.sec.gov>.

Investor Relations Information

For information about the Fund, daily updates of share price, NAV and details of distributions, please contact Aberdeen Asset Management Inc. by:

calling toll free at 1-800-522-5465 in the United States,
emailing InvestorRelations@aberdeen-asset.com, or
visiting the website at www.aberdeenfx.com.

For information about the Aberdeen Group, visit the Aberdeen website at www.aberdeen-asset.com.

Yours sincerely,

Martin Gilbert

President

All amounts are U.S. dollars unless otherwise stated.

Your Board's policy is to provide investors with a stable monthly distribution out of current income, supplemented by realized capital gains and, to the extent necessary, paid-in capital.

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The Fund is subject to U.S. corporate, tax and securities laws. Under U.S. tax accounting rules, the amount of distributable income for each fiscal period depends on the actual exchange rates during the entire year between the U.S. dollar and the currencies in which Fund assets are denominated and on the aggregate gains and losses realized by the Fund during the entire year.

Therefore, the exact amount of distributable income for each fiscal year can only be determined as of the end of the Fund's fiscal year, October 31. However, under the U.S. Investment Company Act of 1940, the Fund may be required to indicate the sources of certain

distributions to shareholders. This estimated distribution composition may vary from month to month because it may be materially impacted by future realized gains and losses on securities and fluctuations in the value of the currencies in which Fund assets are denominated.

The distributions for the fiscal year ended October 31, 2007, consisted of 63% net investment income and 37% return of paid-in-capital. It should be noted that the return of paid-in-capital was more than offset by the unrealized investment gains and foreign currency gains as the Fund's NAV simultaneously appreciated over the period.

In January 2008, a Form 1099-DIV will be sent to shareholders, which will state the amount and composition of distributions and provide information with respect to their appropriate tax treatment for the 2007 calendar year.

Aberdeen Asia-Pacific Income Fund, Inc.

Dividend Reinvestment and Cash Purchase Plan

We invite you to participate in the Fund's Dividend Reinvestment and Cash Purchase Plan (the Plan) which allows you to automatically reinvest your distributions in shares of the Fund's common stock at favorable commission rates. Distributions made under the Plan are taxable to the same extent as are cash distributions. The Plan also enables you to make additional cash investments in shares of at least \$100 per transaction, with a maximum of \$10,000 per month, and an aggregate annual limit of \$120,000. Under this arrangement, The Bank of New York Mellon Corporation (formerly, The Bank of New York) (the Plan Agent) will purchase shares for you on the American Stock Exchange or otherwise on the open market on or before the investment date. The investment date is the 15th day of each month, but if such date is not a business day, the preceding business day.

As a participant in the Plan, you will benefit from:

Automatic reinvestment the Plan Agent will automatically reinvest your distributions, allowing you to gradually grow your holdings in the Fund;

Lower costs shares are purchased on your behalf under the Plan at low brokerage rates. Brokerage on share purchases is currently 2 cents per share;

Convenience the Plan Agent will hold your shares in non-certificated form and will provide a detailed plan account statement of your holdings at the end of each month.

To request a brochure containing information on the Plan, together with an enrollment form, please contact the Plan Agent:

The Bank of New York Mellon Corporation

Shareholder Relations Department

P.O. Box 11258

Church Street Station

New York, NY 10286

or call toll free at **1-800-432-8224**.

Aberdeen Asia-Pacific Income Fund, Inc.

Report of the Investment Manager

Share Price Performance

On October 31, 2007, the Fund's share price was \$6.29, which represented a discount of 10.0% to the NAV per share of \$6.99. As of December 17, 2007, the share price was \$5.75, representing a discount of 12.3% to the NAV per share of \$6.56.

Auction Market Preferred Stock (AMPS)

The Fund's \$600 million of AMPS continued to be well bid at the regular auctions. The average interest rate paid was 5.303% over the year ended October 31, 2007, compared with an interest rate of 5.18948% for 30-day U.S. commercial paper over the same period. The average AMPS rate for the twelve months ended October 31, 2007 was slightly higher than the average AMPS for the six months ended April 30, 2007, while the average commercial paper rate was slightly lower for the same period. The key driver of the increase in the AMPS interest rate was the impact of increased risk aversion on credit spreads, while a 0.50% easing of monetary policy by the U.S. Federal Reserve in September 2007 drove the fall in commercial paper rates.

Over the twelve months ended October 31, 2007, the impact of the AMPS on the net asset value attributable to common shareholders was positive. Bond movements made a negative contribution, as increased risk aversion placed upward pressure on non-Government yields. However, this negative effect was mitigated by the locking in of fixed rates on 64% of the AMPS, pursuant to the interest rate swap agreements referred to below. The Fund's locking in of fixed rates on a portion of the AMPS has meant that the differential between the AMPS funding rates and the yields at which the Fund invests remained positive despite the rise in U.S. short-term interest rates. Currency movements also made a positive contribution, as the Australian dollar and most Asian currencies posted strong gains over the year.

The Fund has entered into interest rate swap agreements, based on an initial aggregate notional amount of \$384 million, which represented 64% of the total AMPS outstanding. A portion of the interest rate swaps, with a nominal value of \$144 million, expired on October 31, 2007. Upon expiration, the unhedged portion of the AMPS outstanding increased from \$216 million to \$360 million, and the coverage of the interest rate swaps decreased from 64% to 40%. Under the terms of the swap agreements currently in effect, the Fund receives a floating rate of interest (one month USD-LIBOR BBA rate) and pays fixed rates of interest for the terms and based upon the notional amounts set forth below:

Remaining Term as of October 31, 2007	Amount (in \$ million)	Fixed Rate Payable (%)
36 months	96	4.055
12 months	144	3.540

A significant risk associated with interest rate swaps is the risk that the counterparty may default or file for bankruptcy, in which case the Fund would bear the risk of loss of the amount expected to be received under the swap agreements. There can be no assurance that the Fund will have an interest rate swap in place at any given time nor can there be any assurance that, if an interest rate swap is in place, it will be successful in hedging the Fund's interest rate risk with respect to the AMPS. The implementation of this strategy is at the discretion of the AMPS Hedging Committee of the Board of Directors.

Aberdeen Asia-Pacific Income Fund, Inc.

Portfolio Composition

Quality of Investments

As of October 31, 2007, 70.6% of the Fund's total investments were invested in securities where either the issue or the issuer was rated A or better by Standard & Poor's Corporation or Moody's Investors Service, Inc. or, if unrated, judged to be of equivalent quality by the Investment Manager. The table below shows the asset quality of the Fund's portfolio as of October 31, 2007, compared with the previous six and twelve months:

	AAA/Aaa %	AA/Aa %	A %	BBB/Baa %	BB/Ba* %	B* %
October 31, 2007	45.9	4.0	20.7	10.5	17.5	1.4
April 30, 2007	49.0	3.3	21.0	8.4	17.0	1.3
October 31, 2006	52.7	3.4	22.5	7.1	13.2	1.1

* Below investment grade

Geographic Composition

The table below shows the geographical composition (i.e., with U.S. dollar denominated bonds issued by foreign issuers allocated into country of issuance) of the Fund's total investments as of October 31, 2007, compared with the previous six and twelve months:

	Australia %	Asia (including NZ) %	United States %	Western Europe* %
October 31, 2007	53.6	44.7	1.7	0.0
April 30, 2007	52.2	43.8	4.0	0.0
October 31, 2006	48.2	42.0	9.4	0.4

* Denominated in A\$ and NZ\$

Currency Composition

The table below shows the currency composition of the Fund's total investments as of October 31, 2007, compared with the previous six and twelve months:

Date	Australian Dollar %	Asian Currencies (including NZ dollar) %	US Dollar* %
October 31, 2007	45.6	21.9	32.5
April 30, 2007	50.7	25.2	24.1
October 31, 2006	37.6	24.9	37.5

* Includes U.S. dollar denominated bonds issued by foreign issuers: 28.9% on October 31, 2007, 28.8% on April 30, 2007, 27.9% on October 31, 2006.

Maturity Composition

As of October 31, 2007, the average maturity of the Fund's total investments was 7.9 years, compared with 7.2 years at October 31, 2006. The following table shows the maturity composition of the Fund's investments as of October 31, 2007, compared with the previous six and twelve months:

Date	Under 3 Years %	3 to 5 Years %	5 to 10 Years %	10 Years & Over %
October 31, 2007	27.0	23.5	36.8	12.7
April 30, 2007	31.4	19.6	33.6	15.4
October 31, 2006	40.2	16.6	28.2	15.0

Aberdeen Asia-Pacific Income Fund, Inc.

Summary of Key Rates

The following table summarizes the movements of key interest rates and currencies from the previous six and twelve month periods.

	October 31, 2007	April 30, 2007	October 31, 2006
Australia			
90 day bank bills	7.01%	6.38%	6.38%
10 year bonds	6.15%	5.88%	5.66%
Australian Dollar	\$0.93	\$0.83	\$0.77
Malaysia			
90 day T-bills	3.49%	3.35%	3.55%
10 year bonds	3.72%	3.49%	3.98%
Malaysian Ringgit*	RM3.34	RM3.42	RM3.65
New Zealand			
90 day bank bills	8.68%	8.09%	7.59%
10 year bonds	6.45%	6.09%	5.75%
New Zealand Dollar	\$0.77	\$0.74	\$0.67
Philippines			
90 day T-bills	N/A%	3.73%	5.73%
10 year bonds	N/A%	6.58%	7.61%
Philippines Peso*	₱43.68	₱47.61	₱49.84
Singapore			
90 day T-bills	2.27%	2.20%	3.35%
10 year bonds	2.81%	2.68%	3.19%
Singapore Dollar*	S\$1.45	S\$1.52	S\$1.56
South Korea			
90 day T-bills	6.15%	4.95%	4.57%
10 year bonds	5.56%	5.15%	4.91%
South Korean Won*	₩900.70	₩930.50	₩942.20
Thailand			
90 day deposits	2.25%	2.75%	3.25%
10 year bonds	4.81%	3.86%	5.16%
Thai Baht*	฿33.99	฿34.78	฿36.72
US\$ Bonds**			
Hong Kong	4.73%	5.08%	5.18%
Malaysia	4.68%	5.10%	5.24%
Philippines	4.58%	5.20%	5.46%
South Korea	5.10%	5.16%	4.96%

* These currencies are quoted Asian currency per U.S. dollar. The Australian and New Zealand dollars are quoted U.S. dollars per currency.

** Sovereign issues.

Aberdeen Asset Management Asia Limited

December 2007

Aberdeen Asia-Pacific Income Fund, Inc.

Aberdeen Asia-Pacific Income Fund, Inc.

Financial Statements

As of October 31, 2007

Portfolio of Investments

As of October 31, 2007

Principal Amount (000)	Description	Value (US\$)
LONG-TERM INVESTMENTS 125.8%		
AUSTRALIA 67.9%		
AUD 15,000	ABN Amro Bank, 6.50%, 5/17/13 (a)(b)	\$ 13,038,062
AUD 6,500	ANZ Banking Corporation, 6.50%, 5/21/09 (a)(b)	5,936,864
AUD 7,500	ANZ Banking Corporation, 6.00%, 8/17/10 (a)(b)	6,632,583
AUD 12,000	ANZ Banking Corporation, 6.25%, 5/23/11 (a)(b)	10,540,036
AUD 22,000	Australia Postal Corporation, 6.00%, 3/25/09	20,037,587
AUD 9,000	AXA SA, 7.50%, 10/26/16 (a)(b)	7,843,664
AUD 3,000	AXA SA, 8.3733%, 10/26/16 (a)(b)	2,774,986
AUD 7,000	Bank of America Corp., 6.50%, 9/15/09	6,363,303
AUD 12,000	BHP Finance Limited, 6.25%, 8/15/08	11,025,712
AUD 4,000	CFS Gandel Retail Trust, 6.25%, 12/22/14	3,385,031
AUD 15,000	Cie de Financement Foncier, 6.25%, 1/30/17	13,237,586
AUD 9,700	Citigroup, Inc., 6.50%, 2/13/17	8,302,047
AUD 16,000	Commonwealth of Australia, 8.75%, 8/15/08	15,060,913
AUD 98,600	Commonwealth of Australia, 7.50%, 9/15/09	92,586,262
AUD 61,500	Commonwealth of Australia, 6.50%, 5/15/13	57,110,750
AUD 58,000	Commonwealth of Australia, 6.25%, 4/15/15	53,670,372
AUD 51,650	Commonwealth of Australia, 6.00%, 2/15/17	47,275,756
AUD 10,000	Commonwealth Bank of Australia, 6.75%, 12/01/07	9,264,263
AUD 35,200	Commonwealth Bank of Australia, 6.25%, 9/01/09	32,112,432
AUD 9,500	Countrywide Financial Corporation, 6.25%, 12/16/10	7,533,793
AUD 2,400	Deutsche Bank AG, 7.50%, 10/19/12	2,193,505
AUD 19,000	Dexia Municipal Agency, 5.75%, 2/07/12	16,622,218
AUD 30,000	Eurofima, 6.00%, 1/28/14	26,414,118
AUD 15,000	Eurofima, 6.25%, 12/28/18	13,343,764
AUD 11,000	European Investment Bank, 6.125%, 1/23/17	9,721,855
AUD 5,500	FGL Finance Australia, 6.25%, 3/17/10	4,933,735
AUD 9,500	GE Capital Australia Funding Pty, 5.75%, 2/11/10	8,446,296
AUD 4,500	GE Capital Australia Funding Pty, 6.00%, 6/15/11	3,941,829
AUD 30,000	GE Capital Australia Funding Pty, 6.50%, 11/15/11	26,584,603
AUD 27,700	GE Capital Australia Funding Pty, 6.00%, 8/17/12	23,877,850
AUD 11,000	GE Capital Australia Funding Pty, 6.00%, 5/15/13	9,397,322
AUD 4,000	General Property Trust Management, 6.50%, 8/22/13	3,451,616
AUD 12,500	Goldman Sachs Group, Inc., 6.35%, 4/12/16	10,470,546
AUD 4,000	HBOS PLC, 6.75%, 5/01/12 (a)(b)	3,549,103
AUD 10,000	HSBC Finance Corp., 6.50%, 9/22/11	8,810,860
AUD 24,500	Hypo Real Estate Bank Intl., 6.25%, 8/16/11	21,921,215
AUD 10,000	ING Bank Australia, Ltd., 7.00%, 4/24/12	9,040,638
AUD 5,000	Instituto de Credito Oficial, 5.50%, 10/11/12	4,319,701
AUD 2,600	JP Morgan Chase & Co., 7.00%, 6/21/12	2,334,419
AUD 25,000	Landwirtschaftliche Rentenbank, 6.00%, 9/15/09	22,673,117
AUD 14,000	Landwirtschaftliche Rentenbank, 6.00%, 5/30/13	12,296,020
AUD 1,500	Macquarie Bank, Ltd., 6.50%, 9/15/09 (a)(b)	1,351,455
AUD 7,000	Macquarie Bank, Ltd., 6.50%, 5/31/12 (a)(b)	6,015,820
AUD 4,500	Melbourne Airport, 6.75%, 6/15/08	4,153,901
AUD 10,000	Merrill Lynch & Co., Inc., 6.085%, 10/06/10	8,746,682
AUD 6,000	Merrill Lynch & Co., Inc., 6.75%, 3/12/14	5,161,182

See Notes to Financial Statements.

Aberdeen Asia-Pacific Income Fund, Inc.

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Portfolio of Investments (continued)

As of October 31, 2007

Principal Amount (000)	Description	Value (US\$)
LONG-TERM INVESTMENTS (continued)		
AUSTRALIA (continued)		
AUD 11,500	Monumental Global Funding, Ltd., 6.50%, 11/08/11	\$ 10,223,110
AUD 3,500	National Capital Trust, 7.81%, 9/30/16 (a)(b)	3,141,450
AUD 2,500	National Wealth Management, 6.75%, 6/16/16 (a)(b)	2,201,077
AUD 15,000	Nederlands Waterschapsbank, 5.875%, 3/15/10	13,470,474
AUD 41,000	New South Wales Treasury Corporation, 8.00%, 3/01/08	38,135,407
AUD 26,000	New South Wales Treasury Corporation, 7.00%, 12/01/10	24,012,556
AUD 27,500	New South Wales Treasury Corporation, 6.00%, 5/01/12	24,461,350
AUD 14,000	New South Wales Treasury Corporation, 5.50%, 8/01/14	12,035,168
AUD 13,000	NRMA Insurance Ltd., 6.35%, 11/27/07 (a)(b)	12,039,963
AUD 10,000	Queensland Treasury Corporation, 6.00%, 7/14/09	9,124,323
AUD 10,000	Queensland Treasury Corporation, 5.50%, 5/14/10	8,941,225
AUD 57,400	Queensland Treasury Corporation, 6.00%, 6/14/11	51,476,270
AUD 50,000	Queensland Treasury Corporation, 6.00%, 8/14/13	44,480,881
AUD 49,000	Queensland Treasury Corporation, 6.00%, 10/14/15	43,254,724
AUD 9,000	Queensland Treasury Corporation, 6.00%, 9/14/17	7,914,168
AUD 17,000	Queensland Treasury Corporation, 6.00%, 6/14/21	14,849,068
AUD 13,000	Rabobank Nederland, 6.00%, 3/18/10	11,700,361
AUD 4,800	RWH Finance Pty. Limited, 6.20%, 3/26/17	4,046,406
AUD 10,000	Snowy Hydro Ltd., 5.75%, 2/25/10	8,892,784
AUD 10,000	SPI Australia Finance Pty. Ltd., 6.25%, 11/14/08	9,146,779
AUD 15,000	SPI Electricity & Gas, 6.50%, 11/03/11	13,286,699
AUD 10,500	St. George Bank, Ltd. 6.50%, 7/26/11 (a)(b)	9,280,294
AUD 5,000	Suncorp Metway Insurance, Ltd., 6.75%, 9/23/14 (a)(b)	4,347,832
AUD 3,500	Sydney Airport Finance, 6.25%, 11/21/11	3,079,464
AUD 21,500	Telstra Corporation, Ltd., 7.25%, 11/15/12	19,446,318
AUD 2,000	Telstra Corporation, Ltd., 8.75%, 1/20/15	1,973,717
AUD 25,000	Treasury Corp. of Victoria, 7.50%, 8/15/08	23,281,806
AUD 5,000	Wells Fargo & Co., 5.75%, 7/12/10	4,424,391
AUD 40,000	Western Australia Treasury Corporation, 7.50%, 10/15/09	37,334,519
AUD 30,000	Western Australia Treasury Corporation, 7.00%, 4/15/11	27,746,330
AUD 11,500	Western Australia Treasury Corporation, 8.00%, 6/15/13	11,156,952
AUD 18,000	Western Australia Treasury Corporation, 8.00%, 7/15/17	18,162,278
AUD 5,000	Westpac Banking Corporation, 6.75%, 12/18/08 (a)(b)	4,597,698
AUD 15,000	Westpac Banking Corporation, 6.00%, 11/16/10 (a)(b)	13,205,502
AUD 22,000	Westpac Banking Corporation, 6.50%, 1/24/12 (a)(b)	19,375,593
		1,257,752,309
CHINA 1.9%		
USD 6,800	CFG Investment SAC, 9.25%, 12/19/10 (b)(c)	6,961,500
USD 5,400	Parkson Retail Group, Ltd. 7.125%, 5/30/10 (b)	5,300,997
USD 5,100	Parkson Retail Group, Ltd. 7.875%, 11/14/11	5,190,380
USD 10,000	People s Republic of China, 9.00%, 1/15/96	14,270,500
USD 2,300	Road King Infrastructure Finance, Ltd., 7.625%, 5/14/11 (b)	2,116,000
USD 2,100	Xiniao Gas Holdings Limited, 7.375%, 8/05/12	2,165,395
		36,004,772

See Notes to Financial Statements.

Aberdeen Asia-Pacific Income Fund, Inc.

Portfolio of Investments (continued)

As of October 31, 2007

Principal Amount (000)		Description	Value (US\$)
LONG-TERM INVESTMENTS (continued)			
HONG KONG 4.0%			
USD	1,100	CITIC Ka Wah Bank, 7.38375%, 12/12/07 (a)(b)	\$ 1,097,264
USD	6,950	CITIC Ka Wah Bank, 9.125%, 5/31/12 (a)(b)	7,817,221
USD	5,500	Hutchison Whampoa, Ltd., 5.45%, 11/24/10 (c)	5,581,004
USD	6,000	Hutchison Whampoa, Ltd., 7.00%, 2/16/11 (c)	6,340,596
USD	18,700	Hutchison Whampoa, Ltd., 6.50%, 2/13/13 (c)	19,692,054
USD	9,400	Hutchison Whampoa, Ltd., 6.25%, 1/24/14 (c)	9,763,752
USD	11,600	Hutchison Whampoa, Ltd., 7.45%, 11/24/33 (c)	13,255,123
USD	11,000	Wing Hang Bank Limited, 6.00%, 4/20/17 (a)(b)	10,702,549
			74,249,563
INDIA 4.5%			
USD	8,500	Bank of Baroda, 6.625%, 5/25/17 (a)(b)	7,934,223
USD	8,000	ICICI Bank, 6.625%, 10/03/12 (c)	8,064,208
USD	7,000	ICICI Bank, 6.375%, 4/30/17 (a)(b)(c)	6,574,629
INR	1,600,000	JP Morgan India Government Bond Linked Note, 8.07%, 6/19/08 (a)	41,054,331
USD	9,600	NTPC, Ltd., 5.875%, 3/02/16	9,410,097
USD	7,250	Reliance Industries Limited, 10.25%, 1/15/97 (c)	10,609,215
			83,646,703
INDONESIA 8.9%			
USD	8,500	Adaro Finance BV, 8.50%, 12/08/10 (c)	9,086,381
USD	5,500	Bank Danamon Indonesia, 7.65%, 3/30/09 (a)(b)(c)	5,554,720
USD	5,500	Bank Mandiri Cayman, 7.00%, 4/22/08	5,520,059
IDR	220,000,000	Barclays Indonesia Government Bond Linked Note, 10.00%, 7/15/17	25,334,221
USD	4,400	BLT Finance BV, 7.50%, 5/15/12 (b)(c)	3,991,835
IDR	50,000,000	Indonesia Government, 10.00%, 10/15/11	5,731,890
IDR	17,000,000	Indonesia Government, 13.15%, 1/15/12	2,158,673
IDR	25,000,000	Indonesia Government, 11.00%, 12/15/12	2,998,024
IDR	75,000,000	Indonesia Government, 12.50%, 3/15/13	9,527,688
IDR	42,000,000	Indonesia Government, 11.00%, 10/15/14	5,082,337
IDR	5,800,000	Indonesia Government, 10.75%, 5/15/16	694,726
USD	14,700	Indosat Finance, 7.75%, 11/05/08 (b)(c)	14,972,598
USD	1,200	Indosat Finance, 7.125%, 6/22/10 (b)(c)	1,202,052
USD	8,500	Majapahit Holding BV, 7.25%, 6/28/17 (c)	8,446,025
USD	5,600	Majapahit Holding BV, 7.875%, 6/29/37	5,621,308
USD	3,225	Medco Energi Internasional, 8.75%, 5/22/08 (b)(c)	3,266,838
USD	6,000	MGTI Finance Company, Ltd., 8.375%, 9/15/10 (c)	6,137,772
USD	3,250	PT Bank Lippo TBK, 7.375%, 11/22/11 (a)(b)	3,242,552
USD	1,500	PT Bank Negara Indonesia, 10.00%, 11/15/07 (a)(b)	1,506,601
USD	8,050	PT Bank Rakyat Indonesia, 7.75%, 10/30/08 (b)	8,132,746
USD	13,650	Republic of Indonesia, 7.25%, 4/20/15 (c)	14,656,032
USD	23,000	Republic of Indonesia, 6.625%, 2/17/37 (c)	22,539,678
			165,404,756
MALAYSIA 6.7%			
USD	5,500	Bumiputra Commerce Bank Berhad, 5.125%, 10/16/08 (a)(b)	5,501,810
USD	4,700	Hong Leong Bank Berhad, 5.25%, 8/03/10 (a)(b)	4,725,166

See Notes to Financial Statements.

Aberdeen Asia-Pacific Income Fund, Inc.

Portfolio of Investments (continued)

As of October 31, 2007

Principal Amount (000)	Description	Value (US\$)
LONG-TERM INVESTMENTS (continued)		
MALAYSIA (continued)		
USD 2,650	IOI Ventures, 5.25%, 3/16/15	\$ 2,631,299
MYR 40,500	Malaysia Government, 4.305%, 2/27/09	12,270,018
USD 7,990	Malaysia Government, 7.50%, 7/15/11	8,674,447
MYR 55,000	Malaysia Government, 3.718%, 6/15/12	16,567,072
MYR 26,900	Malaysia Government, 3.702%, 2/25/13	8,101,385
MYR 22,100	Malaysia Government, 3.502%, 5/31/27	5,868,097
USD 6,800	Petroliam Nasional Berhad, 7.00%, 5/22/12 (c)	7,342,402
USD 10,500	Petroliam Nasional Berhad, 7.75%, 8/15/15 (c)	12,185,051
USD 4,000	Petroliam Nasional Berhad, 7.875%, 5/22/22 (c)	4,903,932
USD 3,200	Public Bank Berhad, 5.625%, 9/22/09 (a)(b)	3,239,846
USD 8,350	Public Bank Berhad, 5.00%, 6/20/12 (a)(b)	8,250,284
USD 3,000	Telekom Malaysia, 7.875%, 8/01/25 (c)	3,583,713
USD 1,600	Tenaga Nasional Berhad, 7.625%, 4/01/11 (c)	1,735,171
USD 14,000	Tenaga Nasional Berhad, 7.50%, 1/15/96 (c)	16,025,100
USD 2,200	TM Global, Inc., 8.00%, 12/07/10 (c)	2,421,162
		124,025,955
NEW ZEALAND 1.6%		
NZD 2,000	Bank of America Corp., 7.53%, 3/08/12	1,470,376
NZD 1,000	European Investment Bank, 7.25%, 2/08/10	752,650
NZD 2,000	General Electric Capital Corp., 7.00%, 7/15/09	1,499,986
NZD 2,000	General Electric Capital Corp., 6.50%, 9/28/15	1,377,696
NZD 2,000	HBOS Treasury Services PLC, 8.675%, 2/03/09 (a)	1,532,543
NZD 2,000	Morgan Stanley, 6.86%, 9/06/12	1,419,553
NZD 3,000	National Australia Bank, 8.68%, 7/18/08 (a)	2,305,713
NZD 2,500	Nederlandse Waterschapsbank, 6.50%, 10/17/08	1,882,476
NZD 4,000	New Zealand Government, 7.00%, 7/15/09	3,067,383
NZD 4,500	New Zealand Government, 6.00%, 4/15/15	3,348,162
NZD 1,500	Province of Manitoba, 6.375%, 9/01/15	1,058,015
NZD 5,500	Province of Ontario, 6.25%, 12/03/08	4,129,941
NZD 4,000	Province of Ontario, 6.25%, 6/16/15	2,791,192
NZD 1,500	Province of Quebec, 6.75%, 11/09/15	1,076,067
NZD 1,500	SLM Corp., 6.50%, 6/15/10	1,035,111
NZD 2,000	Toyota Motor Credit Corp., 6.75%, 9/21/09	1,485,954
		30,232,818
PAKISTAN 0.1%		
USD 2,650	Pakistan Mobile Comm., 8.625%, 11/13/10 (b)(c)	2,595,519
PHILIPPINES 12.9%		
USD 4,000	Bangko Sentral ng Pilipinas, 8.60%, 6/15/27	4,790,000
USD 7,500	Land Bank of Philippines, 7.25%, 10/19/11 (a)(b)	7,575,375
USD 2,700	Merrill Lynch & Co., Inc., 12.50%, 9/17/12 (a)(d)	3,334,500
USD 1,600	National Power Corporation, 9.875%, 3/16/10	1,728,803
USD 7,000	National Power Corporation, 6.875%, 11/02/16 (c)	7,155,583
PHP 372,800	Philippine Government, 18.00%, 11/26/08	9,389,882
PHP 95,000	Philippine Government, 13.00%, 4/25/12	2,630,012

See Notes to Financial Statements.

Aberdeen Asia-Pacific Income Fund, Inc.

Portfolio of Investments (continued)

As of October 31, 2007

Principal Amount (000)		Description	Value (US\$)
LONG-TERM INVESTMENTS (continued)			
PHILIPPINES (continued)			
PHP	290,000	Philippine Government, 9.125%, 9/04/16	\$ 7,492,829
PHP	133,000	Philippine Government, 11.875%, 5/29/23	4,029,239
USD	5,300	Philippine Long Distance Telephone Company, 10.50%, 4/15/09	5,618,000
USD	9,100	Philippine Long Distance Telephone Company, 11.375%, 5/15/12	10,897,250
USD	2,700	Philippine Long Distance Telephone Company, 8.35%, 3/06/17	3,010,500
USD	9,100	Republic of Philippines, 8.875%, 4/15/08	9,247,875
USD	12,000	Republic of Philippines, 8.375%, 3/12/09	12,480,000
USD	14,000	Republic of Philippines, 9.875%, 3/16/10	15,400,000
USD	24,000	Republic of Philippines, 8.375%, 2/15/11	25,920,000
USD	4,000	Republic of Philippines, 9.00%, 2/15/13	4,600,000
USD	9,450	Republic of Philippines, 8.25%, 1/15/14	10,642,590
USD	2,000	Republic of Philippines, 8.875%, 3/17/15	2,350,000
USD	14,100	Republic of Philippines, 9.375%, 1/18/17	17,448,750
USD	16,050	Republic of Philippines, 9.875%, 1/15/19	20,865,000
USD	15,879	Republic of Philippines, 10.625%, 3/16/25	22,726,025
USD	17,000	Republic of Philippines, 7.75%, 1/14/31	19,380,000
USD	5,700	URC Philippines, Ltd., 9.00%, 2/06/08 (c)	5,741,599
USD	4,500	URC Philippines, Ltd., 8.25%, 1/20/10 (b)	4,705,754
			239,159,566
SINGAPORE 2.8%			
SGD	22,500	Asia Development Bank, 3.27%, 2/08/12	15,775,882
USD	7,500	DBS Bank, 7.657%, 3/15/11 (a)(b)(c)	7,984,224
USD	5,000	DBS Bank, 7.125%, 5/15/11 (c)	5,319,955
USD	1,800	DBS Bank, 5.125%, 5/16/12 (a)(b)(c)	1,782,864
USD	4,900	Flextronics International, Ltd., 6.50%, 5/15/08 (b)	4,716,250
SGD	750	Housing & Development Board, 2.52%, 11/03/09	515,135
SGD	14,500	Housing & Development Board, 3.455%, 3/01/11	10,184,680
USD	2,000	Stats Chippac, Ltd., 6.75%, 11/15/08 (b)	2,000,000
USD	3,350	Stats Chippac, Ltd., 7.50%, 7/19/10	3,417,000
			51,695,990
SOUTH KOREA 10.3%			
USD	7,800	Equus Cayman Finance, Ltd., 5.50%, 9/12/08 (c)	7,821,427
USD	3,500	Hana Funding, Ltd., 8.748%, 12/17/12 (a)(b)	4,009,964
USD	5,000	Hanarotelecom, Inc., 7.00%, 2/01/12 (c)	4,859,395
USD	1,500	Hynix Semiconductor, Inc., 7.875%, 6/27/12 (b)(c)	1,431,111
USD	3,800	Hyundai Capital Services, 5.625%, 1/24/12	3,742,633
USD	2,400	Hyundai Motors Manufacturing, 5.30%, 12/19/08 (c)	2,408,160
USD	10,000	Korea Electric Power Corporation, 7.00%, 2/01/27	11,182,400
USD	3,900	Korea South-East Power Co., Ltd., 4.75%, 6/26/13	3,822,484
USD	12,000	Korea South-East Power Co., Ltd., 6.00%, 5/25/16 (c)	12,459,912
USD	7,600	Pusan Bank, 5.50%, 3/14/12 (a)(b)	7,493,266
USD	3,950	SC First Bank Korea, 7.267%, 3/03/14 (a)(b)(c)	4,220,745
USD	1,600	Shinhan Bank, 6.25%, 9/08/08 (a)(b)	1,622,203
USD	8,550	Shinhan Bank, 5.663%, 3/02/15 (a)(b)	7,993,275
KRW	8,500,000	South Korea National Debt, 4.75%, 3/12/08	9,420,627
KRW	10,000,000	South Korea National Debt, 3.50%, 12/10/09	10,675,441

See Notes to Financial Statements.

Aberdeen Asia-Pacific Income Fund, Inc.

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Portfolio of Investments (continued)

As of October 31, 2007

Principal Amount (000)	Description	Value (US\$)
LONG-TERM INVESTMENTS (continued)		
SOUTH KOREA (continued)		
KRW 10,000,000	South Korea National Debt, 4.00%, 6/10/10	\$ 10,718,352
KRW 8,500,000	South Korea National Debt, 5.25%, 12/10/10	9,387,909
KRW 8,400,000	South Korea National Debt, 5.00%, 3/10/11	9,201,213
KRW 26,674,000	South Korea National Debt, 6.91%, 7/18/11	31,053,162
KRW 10,000,000	South Korea National Debt, 4.25%, 9/10/14	10,309,226
KRW 17,800,000	South Korea National Debt, 5.00%, 9/10/16	19,017,127
USD 7,700	Woori Bank, 6.208%, 5/02/17 (a)(b)(c)	7,258,559
		190,108,591
TAIWAN 0.4%		
USD 6,900	Cathay United Bank Co., Ltd., 5.50%, 10/05/15 (a)(b)(c)	6,619,934
THAILAND 3.8%		
THB 90,000	Asia Development Bank, 5.54%, 9/18/16	2,736,069
USD 6,000	Bangkok Bank Public Company, 9.025%, 3/15/29 (c)	7,350,024
USD 4,700	Kasikornbank Public Company Limited, 8.25%, 8/21/16 (c)	5,297,121
USD 2,200	Krung Thai Bank PCL, 7.378%, 10/10/16 (a)(b)	2,102,905
USD 3,100	PTT Public Company Limited, 5.75%, 8/01/14 (c)	3,163,246
THB 130,000	Thailand Government, 8.50%, 12/08/08	4,027,326
THB 150,000	Thailand Government, 5.375%, 5/15/09	4,522,845
THB 227,000	Thailand Government, 5.375%, 11/30/11	6,980,900
THB 247,000	Thailand Government, 4.125%, 11/01/12	7,150,230
THB 260,000	Thailand Government, 5.00%, 12/03/14	7,812,126
THB 440,000	Thailand Government, 5.40%, 7/27/16	13,511,360
THB 100,000	Thailand Government, 5.625%, 1/12/19	3,115,901
THB 50,000	Thailand Government, 5.85%, 3/31/21	1,583,159
		69,353,212
	Total Long-Term Investments (cost \$2,003,766,648)	2,330,849,688
SHORT-TERM INVESTMENTS 2.3%		
NEW ZEALAND 0.1%		
NZD 2,488	New Zealand Call Deposit, 2.00%, perpetual	1,913,477
UNITED STATES 2.2%		
USD 41,509	Repurchase Agreement, State Street Bank and Trust Company, 4.00% dated 10/31/07, due 11/01/07 in the amount of \$41,513,612 (collateralized by \$30,020,000 U.S. Treasury Bond, 3.75% due 5/15/08; value \$30,480,687 and \$12,030,000 U.S. Treasury Bill, due 3/06/08; value \$11,867,463)	41,509,000
	Total Short-Term Investments (cost \$43,160,753)	43,422,477
	Total Investments 128.1% (cost \$2,046,927,401)	2,374,272,165
	Other Assets in Excess of Liabilities 4.3%	79,175,934
	Liquidation Value of Preferred Stock (32.4%)	(600,000,000)
	Net Assets Applicable to Common Shareholders 100.0%	\$ 1,853,448,099

See Notes to Financial Statements.

Portfolio of Investments (continued)

As of October 31, 2007

AUD Australian dollar	MYR Malaysian ringgit	SGD Singapore dollar
IDR Indonesian rupiah	NZD New Zealand dollar	THB Thailand baht
INR Indian rupee	PHP Philippine peso	USD United States dollar
KRW South Korean won		

- (a) Indicates a variable rate security. The maturity date presented for these instruments is the later of the next date on which the security can be redeemed at par or the next date on which the rate of interest is adjusted. The interest rate shown reflects the rate in effect at October 31, 2007.
- (b) The date presented for these instruments represents the next call/put date.
- (c) Security acquired in a transaction exempt from registration under Rule 144A of the Securities Act of 1933. These securities may be resold in transactions exempt from registration, normally to qualified institutional buyers. At October 31, 2007, the aggregate market value of these securities amounted to \$318,361,921 or 17.2% of net assets applicable to common shareholders.
- (d) Security is linked to the Philippine Peso.

Interest Rate Swap Agreements

Counterparty	Termination Date	Notional Amount (000)	Fixed Rate Paid	Floating Rate Received	Unrealized Appreciation
UBS AG	October 31, 2008	144,000	3.5400%	1 month LIBOR	\$ 1,423,072
UBS AG	October 31, 2010	96,000	4.0550%	1 month LIBOR	1,227,504
					\$ 2,650,576

Futures Contracts

Description	Expiration	Contracts	Unrealized Appreciation/ (Depreciation)
Purchase Contracts:			
Australian Treasury Bond 6% 3 year	December 2007	145	\$ (172,069)
United States Treasury Note 6% 2 year	December 2007	27	13,500
United States Treasury Bond 6% 5 year	December 2007	7	2,844
United States Treasury Bond 6% 10 year	December 2007	9	6,961
Sale Contracts:			
Australian Treasury Bond 6% 10 year	December 2007	107	(86,537)
United States Treasury Bond 6% 20 year	December 2007	131	(135,094)
			\$ (370,395)

See Notes to Financial Statements.

Aberdeen Asia-Pacific Income Fund, Inc.

Portfolio of Investments (concluded)

As of October 31, 2007

Forward Foreign Currency Exchange Contracts

Purchase/Sale	Amount Purchased	Amount Sold	Purchase Value as of October 31, 2007	Sale Value as of October 31, 2007	Unrealized Appreciation/ (Depreciation)
Australian Dollar/New Zealand Dollar					
settlement date 11/23/07	AUD34,417,628	NZD41,000,000	\$ 31,855,124	\$ 31,458,509	\$ 396,615
Indian Rupee/United States Dollar					
settlement date 11/19/07	INR132,624,300	USD3,265,000	3,369,391	3,265,000	104,391
settlement date 11/26/07	INR1,990,000,000	USD50,000,000	50,539,040	50,000,000	539,040
Indonesian Rupiah/United States Dollar					
settlement date 11/26/07	IDR455,750,000,000	USD50,000,000	49,996,526	50,000,000	(3,474)
Malaysian Ringgit/United States Dollar					
settlement date 11/19/07	MYR160,190,316	USD47,619,000	48,060,002	47,619,000	441,002
settlement date 11/30/07	MYR68,447,038	USD19,976,000	20,542,020	19,976,000	566,020
settlement date 12/04/07	MYR41,796,000	USD12,000,000	12,545,411	12,000,000	545,411
Singapore Dollar/United States Dollar					
settlement date 12/24/07	SGD18,202,180	USD12,177,000	12,608,950	12,177,000	431,950
settlement date 1/17/08	SGD34,618,290	USD23,800,000	24,020,329	23,800,000	220,329
United States Dollar/Australian Dollar					
settlement date 11/20/07	USD30,000,000	AUD37,941,065	30,000,000	35,122,182	(5,122,182)
settlement date 11/23/07	USD186,690,000	AUD210,000,000	186,690,000	194,364,817	(7,674,817)
United States Dollar/Indian Rupee					
settlement date 11/30/07	USD27,690,000	INR1,154,119,200	27,690,000	29,304,638	(1,614,638)
United States Dollar/South Korean Won					
settlement date 12/31/07	USD16,780,000	KRW15,424,176,000	16,780,000	17,165,215	(385,215)
United States Dollar/Thai Baht					
settlement date 12/27/07	USD13,878,907	THB475,074,964	13,878,907	14,002,465	(123,558)
		Net USD Total	\$ 528,575,700	\$ 540,254,826	\$ (11,679,126)

See Notes to Financial Statements.

Aberdeen Asia-Pacific Income Fund, Inc.

Statement of Assets and Liabilities

As of October 31, 2007

Assets

Investments, at value (cost \$2,046,927,401)	\$ 2,374,272,165
Foreign currency, at value (cost \$52,980,282)	56,274,400
Cash	257,446
Cash at broker	6,580,136
Interest receivable	38,204,963
Unrealized appreciation on forward foreign currency exchange contracts	3,244,758
Net unrealized appreciation on interest rate swaps	2,650,576
Prepaid expenses	341,659
Total assets	2,481,826,103

Liabilities

Unrealized depreciation on forward foreign currency exchange contracts	14,923,884
Dividends payable to common shareholders	9,277,577
Investment management fee payable	1,135,773
Payable for forward foreign currency exchange contracts closed	904,130
Dividends payable to preferred shareholders	727,506
Variation margin payable for futures contracts	370,395
Administration fee payable	195,436
Deferred foreign capital gains tax	33,325
Accrued expenses and other liabilities	809,978
Total liabilities	28,378,004
Preferred stock \$0.01 par value per share and \$25,000 liquidation value per share applicable to 24,000 shares (Note 6)	600,000,000

Net Assets Applicable to Common Shareholders **\$ 1,853,448,099**

Composition of Net Assets Applicable to Common Shareholders

Common stock (par value \$0.01 per share)	\$ 2,650,737
Paid-in capital in excess of par	1,699,544,995
Distributions in excess of net investment income	(24,623,336)
Accumulated net realized loss on investments transactions	(63,549,518)
Net unrealized depreciation on investments	(9,809,209)
Accumulated net realized foreign exchange losses	(84,254,764)
Net unrealized foreign exchange gains	333,489,194
Net Assets Applicable to Common Shareholders	\$ 1,853,448,099
Net asset value per common share based on 265,073,644 shares issued and outstanding	\$ 6.99

See Notes to Financial Statements.

Aberdeen Asia-Pacific Income Fund, Inc.

Statement of Operations

For the Year Ended October 31, 2007

Net Investment Income

Income

Interest and amortization of discount and premium (net of foreign withholding taxes of \$4,850,404)	\$139,087,550
Income from securities loaned, net	72,797
Total income	139,160,347

Expenses

Investment management fee	12,311,105
Administration fee	2,128,147
Custodian's fees and expenses	1,914,468
Auction agent's fees and expenses	1,759,367
Legal fees and expenses	1,389,801
Insurance expense	590,044
Directors' fees and expenses	434,910
Reports to shareholders and proxy solicitation	413,478
Transfer agent's fees and expenses	180,516
Independent auditors' fees and expenses	155,900
Investor relations fees and expenses	149,948
Miscellaneous	402,322
Total operating expenses	21,830,006

Net investment income	117,330,341
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Realized and Unrealized Gains/(Losses) on Investments, Swaps, Futures and

Foreign Currencies

Net realized gain/(loss) on:

Investment transactions	7,034,443
Interest rate swaps	7,075,957
Futures contracts	(533,788)
Foreign currency transactions	53,662,509
	67,239,121

Net change in unrealized appreciation/(depreciation) on:

Investments (including \$33,325 deferred capital gain tax)	(42,197,811)
Interest rate swaps	(7,212,992)
Futures contracts	(389,418)
Foreign currency translation	150,686,155
	100,885,934

Net gain on investments, swaps, futures and foreign currencies	168,125,055
Net Increase in Net Assets Resulting From Operations	285,455,396
Dividends to preferred shareholders from net investment income	(32,692,938)
Net Increase in Net Assets Applicable to Common Shareholders Resulting From Operations	\$252,762,458

See Notes to Financial Statements.

Statements of Changes in Net Assets Applicable to Common Shareholders

	For the Year Ended October 31, 2007	For the Year Ended October 31, 2006
Increase/(Decrease) in Net Assets Applicable to Common shareholders		
Operations		
Net investment income	\$ 117,330,341	\$ 107,279,049
Net realized gain on investments, swaps and futures	13,576,612	16,873,586
Net realized gain on foreign currency transactions	53,662,509	67,756,001
Net change in unrealized appreciation/(depreciation) on investments, swaps and futures	(49,800,221)	23,767,515
Net change in unrealized appreciation/(depreciation) on foreign currency translation	150,686,155	(39,196,401)
Net increase in total net assets resulting from operations	285,455,396	176,479,750
Dividends to preferred shareholders from net investment income	(32,692,938)	(28,782,483)
Net Increase in Net Assets Applicable to Common Shareholders Resulting From Operations	252,762,458	147,697,267
Distributions to common shareholders from:		
Net investment income	(69,667,871)	(96,796,049)
Tax return of capital	(41,663,188)	(14,535,038)
Net decrease in net assets from distributions to shareholders	(111,331,059)	(111,331,087)
Total increase in net assets applicable to common shareholders	141,431,399	36,366,180
Net Assets Applicable to Common Shareholders		
Beginning of year	1,712,016,700	1,675,650,520
End of year (including distributions in excess of net investment income of (\$24,623,336) and (\$38,698,090), respectively)	\$ 1,853,448,099	\$ 1,712,016,700

See Notes to Financial Statements.

Aberdeen Asia-Pacific Income Fund, Inc.

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Financial Highlights

	For the Year Ended October 31, 2007
PER SHARE OPERATING PERFORMANCE⁽¹⁾:	
Net asset value per common share, beginning of year	\$6.46
Net investment income	0.44
Net realized and unrealized gains/(losses) on investments, swaps, futures and foreign currencies	0.63
Dividends to preferred shareholders from net investment income	(0.12)
Total from investment operations applicable to common shareholders	0.95
Distributions to common shareholders from:	
Net investment income	(0.26)
Tax return of capital	(0.16)
Total distributions	(0.42)
Net asset value per common share, end of year	\$6.99
Market value, end of year	\$6.29
Total Investment Return Based on⁽²⁾:	
Market value	10.18%
Net asset value	15.62%
Ratio to Average Net Assets Applicable to Common Shareholders/Supplementary Data⁽³⁾:	
Net assets applicable to common shareholders, end of year (000 omitted)	\$1,853,448
Average net assets applicable to common shareholders (000 omitted)	\$1,763,579
Operating expenses ⁽⁴⁾	1.24%
Net investment income	4.80%
Portfolio turnover	32%
Senior securities (preferred stock) outstanding (000 omitted)	\$600,000
Asset coverage on preferred stock at year end	409%

(1) Based upon average shares outstanding.

(2) Total investment return is calculated assuming a purchase of common stock on the first day and a sale on the last day of each period reported. Dividends and distributions, if any, are assumed, for purposes of this calculation, to be reinvested at prices obtained under the Fund's dividend reinvestment plan. Total investment return does not reflect brokerage commissions.

(3) Ratios calculated on the basis of income, expenses and preferred share dividends applicable to both the common and preferred shares relative to the average net assets of common shareholders. Ratios of net investment income before preferred stock dividends to average net assets of common shareholders are 6.65%, 6.35%, 6.16%, 5.74%, and 7.08%, respectively.

(4) Includes expenses of both preferred and common stock.

See Notes to Financial Statements.

Aberdeen Asia-Pacific Income Fund, Inc.

	For the Year Ended October 31,			
2006	2005	2004	2003	
\$6.32	\$6.42	\$6.10	\$5.06	
0.40	0.41	0.36	0.40	
0.27	(0.02)	0.41	1.09	
(0.11)	(0.07)	(0.03)	(0.03)	
0.56	0.32	0.74	1.46	
(0.37)	(0.36)	(0.37)	(0.31)	
(0.05)	(0.06)	(0.05)	(0.11)	
(0.42)	(0.42)	(0.42)	(0.42)	
\$6.46	\$6.32	\$6.42	\$6.10	
\$6.10	\$5.76	\$6.34	\$6.03	
13.43%	(2.93%)	12.58%	53.64%	
9.48%	5.18%	12.69%	30.55%	
\$1,712,017	\$1,675,651	\$1,700,459	\$1,613,979	
1,689,100	1,749,085	1,654,712	1,496,312	
1.22%	1.22%	1.30%	1.45%	
4.65%	5.11%	5.22%	6.51%	
21%	16%			