

HIGH YIELD INCOME FUND INC
Form N-Q
July 30, 2008

UNITED STATES

SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

FORM N-Q

QUARTERLY SCHEDULE OF PORTFOLIO HOLDINGS OF REGISTERED MANAGEMENT INVESTMENT COMPANIES

Investment Company Act file number:	811-05296
Exact name of registrant as specified in charter:	The High Yield Income Fund, Inc.
Address of principal executive offices:	Gateway Center 3, 100 Mulberry Street, Newark, New Jersey 07102
Name and address of agent for service:	Deborah A. Docs Gateway Center 3, 100 Mulberry Street, Newark, New Jersey 07102
Registrant's telephone number, including area code:	973-367-7521
Date of fiscal year end:	8/31/2008
Date of reporting period:	05/31/2008

Item 1. Schedule of Investments

Edgar Filing: HIGH YIELD INCOME FUND INC - Form N-Q

The High Yield Income Fund, Inc.

Schedule of Investments

as of May 31, 2008 (Unaudited)

	Moody's Rating	Interest Rate	Maturity Date	Principal Amount (000)	Value
LONG-TERM INVESTMENTS 137.4%					
CORPORATE BONDS 136.4%					
Aerospace/Defense 3.8%					
DRS Technologies, Inc.,					
Gtd. Notes	B1	6.625%	2/01/16	\$ 200	\$ 208,500
Gtd. Notes	B3	7.625	2/01/18	400	431,000
Esterline Technologies Corp., Sr. Sub. Notes	B1	7.75	6/15/13	300	305,250
L-3 Communications Corp.,					
Gtd. Notes	Ba3	7.625	6/15/12	400	407,500
Gtd. Notes, Ser. B	Ba3	6.375	10/15/15	300	289,125
Moog, Inc.,					
Sr. Sub. Notes	Ba3	6.25	1/15/15	300	289,500
Sr. Sub. Notes, 144A	Ba3	7.25	6/15/18	200	201,500
TransDigm, Inc., Gtd. Notes	B3	7.75	7/15/14	150	153,375
					2,285,750
Airlines 0.2%					
AMR Corp., M.T.N., Notes, Ser. B					
	B-(d)	10.40	3/10/11	100	80,000
Continental Airlines, Inc., Pass-Thru Certs., Ser. 1998-1, Class B (Sinkable, expected maturity 3/15/17)					
	Ba2	6.748	3/15/17	55	48,603
					128,603
Automotive 2.9%					
Ford Motor Credit Co., Notes					
	B1	7.875	6/15/10	780	739,110
General Motors Corp.,					
Notes	Caa1	7.20	1/15/11	615	516,600
Sr. Notes	Caa1	7.125	7/15/13	50	38,000
Lear Corp., Gtd. Notes, Ser. B	B3	8.75	12/01/16	125	113,438
TRW Automotive, Inc., Gtd. Notes, 144A	Ba3	7.25	3/15/17	250	233,750
Visteon Corp., Sr. Notes	Caa2	7.00	3/10/14	135	89,775
					1,730,673
Banking 0.6%					
Halyk Savings Bank of Kazakhstan (Kazakhstan), Notes, 144A					
	Baa3	8.125	10/07/09	100(c)	102,000
Kazkommerts International BV (Netherlands), 144A					
Gtd. Notes	Ba1	7.00	11/03/09	105(c)	102,186
Gtd. Notes	Ba1	8.50	4/16/13	205(c)	187,924
					392,110
Building Materials & Construction 0.5%					
Beazer Homes USA, Inc., Gtd. Notes					
	B2	8.625	5/15/11	110	99,000
KB Home, Notes	Ba1	6.375	8/15/11	150	143,625
Nortek, Inc., Sr. Sub. Notes	Caa1	8.50	9/01/14	100	70,000

312,625

Cable 8.1%

Charter Communications Holdings I LLC,					
Gtd. Notes	Caa3	10.00	5/15/14	99	62,370
Gtd. Notes	Caa3	11.125	1/15/14	198	126,720
Gtd. Notes	Caa3	11.75	5/15/14	500	330,000
Gtd. Notes	NR	11.00	10/01/15	4	3,390
Sec d. Notes	Caa3	11.00	10/01/15	300	255,000
CSC Holdings, Inc.,					
Bank Loan	Ba1	3.265	2/24/12	1,948(f)	1,847,992
Debentures	B1	7.625	7/15/18	100	94,000
Debentures	B1	7.875	2/15/18	50	47,750
Sr. Notes, Ser. B	B1	7.625	4/01/11	25	25,000
Mediacom Broadband LLC, Sr. Notes	B3	8.50	10/15/15	125	113,438
Mediacom LLC., Sr. Notes	B3	9.50	1/15/13	80	76,400
NTL Cable PLC (United Kingdom), Sr. Notes	B2	9.125	8/15/16	400	392,000
Shaw Communications, Inc. (Canada),					
Sr. Notes	Ba1	7.20	12/15/11	300	308,625
Sr. Notes	Ba1	8.25	4/11/10	600	621,000
Videotron Ltee, (Canada),					
Gtd. Notes	Ba2	6.375	12/15/15	100	95,500
Gtd. Notes	Ba2	6.875	1/15/14	208	205,400
Sr. Notes, 144A	Ba2	9.125	4/15/18	275	294,250
					4,898,835

Capital Goods 12.2%

Actuant Corp., Gtd. Notes	Ba2	6.875	6/15/17	125	125,313
ALH Finance LLC, Sr. Sub. Notes	B3	8.50	1/15/13	225	210,938
Allied Waste North America, Inc.,					
Sec d. Notes, Ser. B	B1	5.75	2/15/11	450	440,437
Sr. Notes	B1	7.25	3/15/15	95	94,288
Sr. Sec d. Notes	B1	6.375	4/15/11	250	247,813
Ashtead Capital, Inc., Notes, 144A	B1	9.00	8/15/16	475	422,750
Ashtead Holdings PLC (United Kingdom),					
Sec d. Notes, 144A	B1	8.625	8/01/15	150(c)	130,500
Baldor Electric Co., Gtd. Notes	B3	8.625	2/15/17	360	367,200
Blount, Inc., Sr. Sub. Notes	B2	8.875	8/01/12	425	431,374
Columbus McKinnon Corp., Sr. Sub. Notes	B1	8.875	11/01/13	300	314,250
GrafTech Finance, Inc., Gtd. Notes	Ba3	10.25	2/15/12	196	203,840
Hertz Corp., Gtd. Notes	B1	8.875	1/01/14	820	815,899
JohnsonDiversey Holdings, Inc., Discount Notes	Caa1	10.67	5/15/13	310	310,000
JohnsonDiversey, Inc., Gtd. Notes, Ser. B	B3	9.625	5/15/12	75	76,500
Mobile Mini, Inc., Sr. Notes	B1	6.875	5/01/15	295	255,175
RBS Global, Inc. & Rexnord Corp., Gtd. Notes	B3	9.50	8/01/14	345	345,863
Rental Service Corp., Bonds	Caa1	9.50	12/01/14	270	236,250
Sensata Technologies, Bank Loan	Ba3	4.663	4/27/13	748(f)	687,936
SPX Corp., Sr. Notes, 144A	Ba2	7.625	12/15/14	225	234,000
Stena AB (Sweden),					
Sr. Notes	Ba3	7.00	12/01/16	100(c)	96,500
Sr. Notes	Ba3	7.50	11/01/13	275(c)	275,000
Terex Corp.,					
Gtd. Notes	Ba2	7.375	1/15/14	275	277,750
Sr. Sub. Notes	Ba3	8.00	11/15/17	100	102,250

Edgar Filing: HIGH YIELD INCOME FUND INC - Form N-Q

United Rentals North America, Inc., Sr. Sub. Notes	B3	7.75	11/15/13	400	343,000
Valmont Industries, Inc., Gtd. Notes	Ba2	6.875	5/01/14	350	350,000

7,394,826

Chemicals 5.2%

Hercules, Inc., Gtd. Notes	Ba1	6.75	10/15/29	175	167,125
Huntsman LLC, Gtd. Notes	Ba1	11.625	10/15/10	1,011	1,074,188
Koppers, Inc., Gtd. Notes	Ba3	9.875	10/15/13	805	853,300
Momentive Performance Materials, Inc., Gtd. Notes	B3	9.75	12/01/14	200	185,500
Mosaic Co. (The), 144A Sr. Notes	Ba1	7.375	12/01/14	125	131,875
Sr. Notes	Ba1	7.875	12/01/16	125	135,625
Nalco Co., Sr. Notes	B1	7.75	11/15/11	575	586,500

3,134,113

Consumer 2.2%

Mac-Gray Corp., Sr. Notes	B3	7.625	8/15/15	150	146,250
Realogy Corp., Gtd. Notes, PIK	Caa1	11.00	4/15/14	550	357,500
Gtd. Notes	Caa2	12.375	4/15/15	400	218,000
Service Corp. International, Sr. Notes	B1	6.75	4/01/16	100	95,250
Sr. Notes	B1	7.375	10/01/14	350	351,750
Stewart Enterprises, Inc., Gtd. Notes	Ba3	6.25	2/15/13	200	189,500

1,358,250

Electric 9.5%

AES Corp., Sec d. Notes, 144A	Ba3	8.75	5/15/13	57	59,209
Sr. Notes	B1	9.375	9/15/10	700	741,999
Sr. Notes	B1	9.50	6/01/09	75	77,438
AES Eastern Energy LP, Pass-Through Cert., Ser. 1999-A	Ba1	9.00	1/02/17	190	201,422
CMS Energy Corp., Sr. Notes	Ba1	8.50	4/15/11	200	211,325
Dynegy Holdings, Inc., Sr. Notes	B2	6.875	4/01/11	150	147,375
Sr. Unsec d. Notes	B2	7.50	6/01/15	175	165,375
Sr. Unsec d. Notes	B2	8.375	5/01/16	255	256,275
Dynegy Roseton/Danskammer, Pass-Through Trust, Series B	Ba3	7.67	11/08/16	175	175,875
Edison Mission Energy, Sr. Unsec d. Notes	B1	7.75	6/15/16	225	230,625
Energy Future Holdings Corp., Gtd. Notes, PIK, 144A	B3	11.25	11/01/17	200	205,000
Midwest Generation LLC, Pass-Thru Certs., Ser. A	Baa3	8.30	7/02/09	103	104,639
Mirant Americas Generation LLC, Sr. Unsec d. Notes	B3	8.30	5/01/11	100	103,750
Mirant Corp., 144A	NR	7.40	7/15/49	75(a)(f)	75
NRG Energy, Inc., Gtd. Notes	B1	7.25	2/01/14	200	196,000
Gtd. Notes	B1	7.375	2/01/16	305	297,375
Orion Power Holdings, Inc., Sr. Notes	Ba3	12.00	5/01/10	370	406,075
Reliant Energy, Inc., Sr. Notes	B1	7.875	6/15/17	175	175,875

Edgar Filing: HIGH YIELD INCOME FUND INC - Form N-Q

Sierra Pacific Resources, Inc., Sr. Notes	Ba3	8.625	3/15/14	199	208,174
Tenaska Alabama Partners LP, Sec d Notes, 144A	Ba2	7.00	6/30/21	137	127,260
Texas Competitive Electric Holdings Co. LLC, Bank Loan	Ba3	6.262	10/10/14	748(f)	703,045
Bank Loan	Ba3	6.301	10/10/14	225(f)	210,938
Gtd. Notes, Ser. A, 144A	B3	10.25	11/01/15	250	255,312
Gtd. Notes, Ser. B, 144A	B3	10.25	11/01/15	475	485,094
					5,745,530

Energy Other 7.4%

Compagnie Generale de Geophysique-Veritas (France), Gtd. Notes	Ba3	7.50	5/15/15	110(c)	111,375
Forest Oil Corp., Sr. Notes	B1	8.00	6/15/08	100	100,031
Sr. Notes	B1	8.00	12/15/11	170	177,862
McMoRan Exploration Co., Gtd. Notes	Caa1	11.875	11/15/14	275	291,500
Newfield Exploration Co., Sr. Sub. Notes	Ba3	6.625	9/01/14	75	72,750
Sr. Sub. Notes	Ba3	6.625	4/15/16	400	381,000
Sr. Sub. Notes	Ba3	7.125	5/15/18	150	147,938
Parker Drilling Co., Sr. Notes	B2	9.625	10/01/13	270	284,850
PetroHawk Energy Corp., Gtd. Notes	B3	9.125	7/15/13	250	260,000
Sr. Notes, 144A	B3	7.875	6/01/15	200	199,750
Petroplus Finance Ltd. (Bermuda), 144A Gtd. Notes	B1	6.75	5/01/14	400(c)	366,999
Gtd. Notes	B1	7.00	5/01/17	225(c)	203,063
Pioneer Natural Resource Co., Sr. Notes	Ba1	5.875	7/15/16	50	45,986
Sr. Unsec d. Notes	Ba1	6.65	3/15/17	315	302,499
Sr. Unsec d. Notes	Ba1	6.875	5/01/18	150	145,064
Plains Exploration & Production Co., Gtd. Notes	B1	7.00	3/15/17	460	442,749
Gtd. Notes	B1	7.625	6/01/18	100	100,500
Gtd. Notes	B1	7.75	6/15/15	50	50,375
Sandridge Energy, Inc., Sr. Notes, 144A	B3	8.00	6/01/18	250	253,125
Swift Energy Co., Gtd. Notes	B1	7.125	6/01/17	225	213,188
Tesoro Corp., Gtd. Notes	Ba1	6.25	11/01/12	90	84,938
Gtd. Notes	Ba1	6.625	11/01/15	50	45,938
Sr. Gtd. Notes	Ba1	6.50	6/01/17	175	156,406
					4,437,886

Foods 2.9%

Ahold Finance USA, Inc., Gtd. Notes	Baa3	6.875	5/01/29	75	76,484
Notes	Baa3	8.25	7/15/10	75	79,810
Albertson's, Inc., Debentures	B1	8.70	5/01/30	70	74,438
Aramark Corp., Gtd. Notes	B3	6.373	2/01/15	200(h)	192,000
Gtd. Notes	B3	8.50	2/01/15	250	255,938
Carrols Corp., Gtd. Notes	B3	9.00	1/15/13	175	161,000
Del Monte Corp., Sr. Sub. Notes	B2	8.625	12/15/12	100	102,500
Dole Food Co., Inc., Gtd. Notes	Caa1	7.25	6/15/10	150	139,125

Edgar Filing: HIGH YIELD INCOME FUND INC - Form N-Q

National Beef Packing Co. LLC, Sr. Notes	Caa1	10.50	8/01/11	150	139,500
Smithfield Foods, Inc., Sr. Notes	Ba3	7.00	8/01/11	200	196,000
Stater Brothers Holdings, Sr. Notes	B2	7.75	4/15/15	225	226,125
Sr. Notes	B2	8.125	6/15/12	100	102,000

1,744,920

Gaming 7.7%

Caesars Entertainment, Inc., Sr. Sub. Notes	Caa1	8.125	5/15/11	135	114,750
CCM Merger, Inc., Notes, 144A	Caa1	8.00	8/01/13	550	467,499
Downstream Development Authority of The Quapaw Tribe of Oklahoma, Sec d. Notes, 144A	B3	12.00	10/15/15	100	79,000
Fountainebleau Las Vegas Holdings LLC, Mortgage Backed, 144A	Caa1	10.25	6/15/15	275	200,063
Harrah s Operating Co. Inc., Gtd. Notes	Caa1	5.50	7/01/10	150	136,313
Gtd. Notes	Caa1	5.625	6/01/15	175	101,500
Gtd. Notes, 144A	B3	10.75	2/01/16	700	607,249
Notes	Caa1	6.50	6/01/16	25	14,938
Mandalay Resort Group, Sr. Notes	Ba2	9.50	8/01/08	250	252,500
Sr. Sub. Notes	B1	9.375	2/15/10	100	102,750
MGM Mirage, Inc., Gtd. Notes	Ba2	6.00	10/01/09	250	248,438
Gtd. Notes	Ba2	6.875	4/01/16	225	192,938
Gtd. Notes	Ba2	7.50	6/01/16	200	177,750
Gtd. Notes	Ba2	7.625	1/15/17	525	462,000
Mohegan Tribal Gaming Authority, Sr. Sub. Notes	Ba3	8.00	4/01/12	175	162,750
Sr. Sub. Notes	Ba3	8.375	7/01/11	850	845,749
Sr. Unsec d. Notes	Ba1	6.125	2/15/13	25	22,938
Shingle Springs Tribal Gaming Authority, Sr. Notes, 144A	B3	9.375	6/15/15	150	130,875
Station Casinos, Inc., Sr. Notes	B2	6.00	4/01/12	100	84,000
Sr. Sub. Notes	Caa1	6.50	2/01/14	275	173,250
Sr. Sub. Notes	Caa1	6.625	3/15/18	75	43,875
Sr. Sub. Notes	Caa1	6.875	3/01/16	65	39,569

4,660,694

Health Care & Pharmaceutical 15.6%

Accellent, Inc., Gtd. Notes	Caa3	10.50	12/01/13	575	524,688
Alliance Imaging, Inc., Sr. Sub. Notes	B3	7.25	12/15/12	200	195,000
Sr. Sub. Notes, Ser. B	B3	7.25	12/15/12	85	82,875
Catalent Pharma Solutions, Inc., Gtd. Notes	Caa1	9.50	4/15/15	225	204,188
Columbia/HCA Healthcare Corp., M.T.N.	Caa1	8.70	2/10/10	500	510,392
Community Health Systems, Inc., Sr. Notes	B3	8.875	7/15/15	750	773,437
Elan Finance PLC (Ireland), Gtd. Notes	B3	6.676	11/15/11	103(c)(h)	96,820
Gtd. Notes	B3	7.75	11/15/11	275(c)	268,813
HCA, Inc., Bank Loan	Ba3	4.696	11/17/12	742(f)	692,986
Debentures	Caa1	7.50	11/15/95	100	72,410

Edgar Filing: HIGH YIELD INCOME FUND INC - Form N-Q

Sr. Sec d. Notes	B2	9.125	11/15/14	1,125	1,175,624
LVB Acquisition Merger Sub, Inc.,					
Gtd. Notes	B3	10.00	10/15/17	130	139,425
Gtd. Notes, 144A	Caa1	11.625	10/15/17	590	625,400
Omega Healthcare Investors, Inc.,					
Gtd. Notes	Ba3	7.00	4/01/14	300	291,000
Gtd. Notes	Ba3	7.00	1/15/16	170	163,200
Omnicare, Inc., Sr. Sub. Notes	B1	6.125	6/01/13	125	115,000
Res-Care, Inc., Sr. Notes	B1	7.75	10/15/13	300	280,500
Royalty Pharma Financial Trust, Bank Loan	Baa3	7.75	5/15/15	400(f)	390,500
Select Medical Corp., Gtd. Notes	B3	7.625	2/01/15	45	40,050
Senior Housing Properties Trust, Sr. Notes	Ba1	8.625	1/15/12	618	639,629
Skilled Healthcare Group, Inc., Sr. Sub. Notes	Caa1	11.00	1/15/14	303	321,938
Sun Healthcare Group, Inc., Sr. Sub. Notes	B3	9.125	4/15/15	300	303,000
Surgical Care Affiliates, Inc., Sr. Sub. Notes, 144A (original cost \$191,884; purchased 6/21/07-1/4/08)	Caa1	10.00	7/15/17	200(g)	144,000
Vanguard Health Holdings Co. II LLC,					
Sr. Sub. Notes	Caa1	9.00	10/01/14	375	385,313
Ventas Realty LP,					
Gtd. Notes	Ba1	8.75	5/01/09	300	307,500
Sr. Notes	Ba1	9.00	5/01/12	175	185,500
Viant Holdings, Inc., Gtd. Notes, 144A	Caa1	10.125	7/15/17	555	466,200
					9,395,388

Lodging 1.6%

Felcor Lodging LP, Gtd. Notes	Ba3	8.50	6/01/11	225	228,938
Host Marriott LP,					
Sr. Notes	Ba1	7.125	11/01/13	525	519,750
Sr. Notes, Ser. M	Ba1	7.00	8/15/12	200	199,750
					948,438

Media & Entertainment 8.1%

AMC Entertainment, Inc.,					
Gtd. Notes	B2	11.00	2/01/16	50	50,750
Sr. Sub. Notes	B2	8.00	3/01/14	100	90,500
Cinemark, Inc., Sr. Disc. Notes	B3	9.23	3/15/14	90	85,500
Clear Channel Communications, Inc.,					
Debentures	Baa3	6.875	6/15/18	25	15,750
Sr. Notes	Baa3	5.50	9/15/14	150	98,250
Sr. Notes	Baa3	5.75	1/15/13	250	182,500
CMP Susquehanna Corp., Gtd. Notes	Caa1	9.875	5/15/14	50	35,250
Dex Media West LLC, Sr. Sub. Notes, Ser. B	B1	9.875	8/15/13	415	399,955
Dex Media, Inc., Notes	B2	8.00	11/15/13	165	131,175
DirecTV Holdings LLC,					
Gtd. Notes	Ba3	6.375	6/15/15	25	23,719
Sr. Notes	Ba3	8.375	3/15/13	275	283,938
EchoStar DBS Corp.,					
Gtd. Notes	Ba3	6.625	10/01/14	75	70,688
Gtd. Notes	Ba3	7.00	10/01/13	75	72,563
Gtd. Notes	Ba3	7.125	2/01/16	375	358,125
Sr. Gtd. Notes	Ba3	6.375	10/01/11	75	74,063
Sr. Notes, 144A	Ba3	7.75	5/31/15	175	174,125
Idearc, Inc.,					
Bank Loan	Ba3	4.687	11/17/14	748(f)	621,488
Gtd. Notes	B3	8.00	11/15/16	350	250,250

Edgar Filing: HIGH YIELD INCOME FUND INC - Form N-Q

LIN Television Corp., Gtd. Notes	B1	6.50	5/15/13	300	284,625
Medianews Group, Inc., Sr. Sub. Notes	Caa2	6.875	10/01/13	125	60,000
Morris Publishing Group LLC, Gtd. Notes	Caa1	7.00	8/01/13	65	41,438
Radio One, Inc., Gtd. Notes, Ser. B	B3	8.875	7/01/11	200	168,250
Rainbow National Services LLC, 144A					
Sr. Notes	B1	8.75	9/01/12	125	128,125
Sr. Sub. Debentures	B2	10.375	9/01/14	20	21,400
RH Donnelley Corp.,					
Sr. Notes, 144A	B3	8.875	10/15/17	150	100,500
Sr. Notes, Ser. A-3	B3	8.875	1/15/16	225	154,125
Sun Media Corp. (Canada), Gtd. Notes	Ba2	7.625	2/15/13	400(c)	388,000
Universal City Florida Holdings Co., Sr. Notes	B3	7.623	5/01/10	250(h)	245,625
Univision Communications, Inc.,					
Sr. Notes, PIK, 144A	B3	9.75	3/15/15	400	302,000
					4,912,677

Metal 8.4%

AK Steel Corp., Gtd. Notes	B1	7.75	6/15/12	400	407,000
Aleris International, Inc., Sr. Notes, PIK	B3	9.00	12/15/14	150	122,625
Century Aluminum Co., Gtd. Notes	B1	7.50	8/15/14	155	154,225
FMG Finance Pty Ltd. (Australia), 144A					
Sec d. Notes	B1	10.00	9/01/13	140(c)	154,700
Sec d. Notes	B1	10.625	9/01/16	475(c)	551,000
Freeport-McMoRan Copper & Gold, Inc.,					
Sr. Unsec d. Notes	Ba2	5.883	4/01/15	300(h)	299,970
Sr. Unsec d. Notes	Ba2	8.375	4/01/17	540	580,500
Gerdau AmeriSteel Corp. (Canada), Sr. Notes	Ba1	10.375	7/15/11	1,000(c)	1,047,500
Ispat Inland ULC (Canada), Sec d. Notes	Baa2	9.75	4/01/14	940(c)	1,005,020
Metals USA, Inc., Sec d. Notes	B3	11.125	12/01/15	297	310,365
Novelis, Inc. (Canada), Gtd. Notes	B3	7.25	2/15/15	115(c)	108,100
Russel Metals, Inc. (Canada), Sr. Notes	Ba2	6.375	3/01/14	150(c)	141,000
Ryerson, Inc., Sec d. Notes, 144A					
(original cost \$250,000; purchased 10/3/07)	B2	12.00	11/01/15	170(g)	164,900
					5,046,905

Non-Captive Finance 1.8%

General Motors Acceptance Corp.,					
Notes	B2	6.75	12/01/14	85	65,809
Notes	B2	6.875	8/28/12	830	668,556
GMAC LLC, Unsub. Notes	B2	6.625	5/15/12	75	60,462
Residential Capital LLC,					
Gtd. Notes	Ca	8.375	6/30/10	380	203,300
Gtd. Notes	Ca	8.50	6/01/12	200	100,000
					1,098,127

Packaging 4.6%

Ball Corp., Gtd. Notes	Ba1	6.625	3/15/18	525	523,688
Berry Plastics Holding Corp.,					
Sec d. Notes	Caa1	6.675	9/15/14	225(h)	190,125
Sec d. Notes	Caa1	8.875	9/15/14	175	160,125
BWAY Corp., Gtd. Notes	B3	10.00	10/15/10	150	151,125
Crown Americas LLC,					
Gtd. Notes	B1	7.625	11/15/13	300	309,000
Gtd. Notes	B1	7.75	11/15/15	250	262,500

Edgar Filing: HIGH YIELD INCOME FUND INC - Form N-Q

Exopack Holding Corp., Gtd. Notes	B3	11.25	2/01/14	150	142,500
Graham Packaging Co., Inc., Gtd. Notes	Caa1	8.50	10/15/12	100	97,000
Sub. Notes	Caa1	9.875	10/15/14	75	69,750
Greif, Inc., Sr. Notes	Ba2	6.75	2/01/17	415	412,925
Owens Brockway Glass Container, Inc., Gtd. Notes	BA3	8.25	5/15/13	300	310,500
Silgan Holdings, Inc., Sr. Sub. Notes	B1	6.75	11/15/13	175	168,000
					2,797,238

Paper 3.7%

Cascades, Inc. (Canada), Sr. Notes	Ba3	7.25	2/15/13	275(c)	242,000
Catalyst Paper Corp., (Canada), Gtd. Notes, Ser. D	B2	8.625	6/15/11	100(c)	86,500
Cellu Tissue Holdings, Inc., Sec d. Notes	B2	9.75	3/15/10	75	70,500
Domtar Corp., Notes	B+(d)	7.875	10/15/11	100	102,625
Georgia-Pacific LLC, Bank Loan	Ba2	4.684	12/20/12	747(f)	706,675
Georgia-Pacific Corp., Gtd. Notes, 144A (original cost \$275,000; purchased 12/13/06)	Ba3	7.125	1/15/17	275(g)	271,563
Graphic Packaging International Corp., Sr. Notes	B3	8.50	8/15/11	275	277,750
NewPage Corp., Sr. Sec d. Notes	B2	10.00	5/01/12	100	106,500
Sr. Sec d. Notes, 144A	B2	10.00	5/01/12	110	117,150
Norampac, Inc. (Canada), Sr. Notes	Ba3	6.75	6/01/13	60(c)	51,000
Verso Paper Holdings LLC, Gtd. Notes, Ser. B	B3	11.375	8/01/16	200	202,500
					2,234,763

Pipelines & Other 4.0%

AmeriGas Partners LP, Sr. Notes	B1	7.125	5/20/16	175	169,750
Capano Energy LLC, Sr. Notes, 144A	B1	7.75	6/01/18	225	223,594
El Paso Corp., Sr. Notes, M.T.N.	Ba3	7.75	1/15/32	390	392,184
Ferrellgas Partners LP, Sr. Notes	Ba3	6.75	5/01/14	50	47,750
Inergy LP, Gtd. Notes	B1	8.25	3/01/16	50	50,875
Sr. Notes	B1	6.875	12/15/14	100	96,500
MarkWest Energy Partners LP, Sr. Notes, 144A	B2	8.75	4/15/18	170	178,075
Targa Resources, Inc., Gtd. Notes	B3	8.50	11/01/13	400	385,000
Williams Cos., Inc. (The), Sr. Unsec d. Notes	Baa3	8.125	3/15/12	475	515,374
Williams Partners LP, Gtd. Notes	Ba2	7.25	2/01/17	375	383,438
					2,442,540

Retailers 2.2%

GSC Holdings Corp., Gtd. Notes	Ba1	8.00	10/01/12	165	174,075
Neiman-Marcus Group, Inc., Gtd. Notes, PIK	B2	9.00	10/15/15	380	388,550
Pantry, Inc. (The), Sr. Sub. Notes	B3	7.75	2/15/14	165	127,050
Rite Aid Corp., Sec d. Notes	B3	8.125	5/01/10	345	344,138
Saks, Inc., Gtd. Notes	B2	9.875	10/01/11	58	60,610
Susser Holdings LLC, Gtd. Notes	B3	10.625	12/15/13	134	138,020
Sr. Notes, 144A	B3	10.625	12/15/13	70	72,100
					1,304,543

Edgar Filing: HIGH YIELD INCOME FUND INC - Form N-Q

Technology 12.2%

Affiliated Computer Services, Inc.	Ba2	4.70	6/01/10	1,100	1,050,499
Avago Technologies Finance Wireless (Singapore), Gtd. Notes	B2	10.125	12/01/13	205(c)	220,375
Gtd. Notes	Caa1	11.875	12/01/15	125(c)	135,000
First Data Corp., Gtd. Notes, 144A	B3	9.875	9/24/15	350	316,750
Flextronics Intl., Bank Loan	Ba1	4.9475	10/01/12	997(f)	932,656
Freescale Semiconductor, Inc., Sr. Unsec d. Notes, PIK	B2	9.125	12/15/14	655	561,663
Iron Mountain, Inc., Gtd. Notes	B2	7.75	1/15/15	250	255,000
Gtd. Notes	B2	8.625	4/01/13	175	177,625
Macrovision Solutions Corp., Bank Loan	Ba2	7.25	5/02/13	1,000(f)	994,999
Nortel Networks Ltd. (Canada), Gtd. Notes	B3	4.25	9/01/08	68(c)	67,745
Gtd. Notes	B3	10.125	7/15/13	200(c)	196,000
NXP BV/NXP Funding LLC (Netherlands), Gtd. Notes	B3	9.50	10/15/15	300(c)	283,125
Sec d. Notes	Ba3	7.875	10/15/14	100(c)	97,000
Open Solutions, Inc., Sr. Sub. Notes, 144A	Caa1	9.75	2/01/15	200	165,000
Seagate Technology HDD Holdings (Cayman Islands), Gtd. Notes	Ba1	6.375	10/01/11	674(c)	663,890
Sensata Technologies BV (Netherlands), Gtd. Notes	B3	8.00	5/01/14	200(c)	189,500
Serena Software, Inc., Gtd. Notes	Caa1	10.375	3/15/16	450	420,750
STATS ChipPAC Ltd. (Singapore), Gtd. Notes	Ba1	6.75	11/15/11	250(c)	250,938
Sr. Notes	Ba1	7.50	7/19/10	150(c)	153,188
Sungard Data Systems, Inc., Gtd. Notes	Caa1	9.125	8/15/13	200	206,000
					7,337,703

Telecommunications 11.0%

Alltel Communications, Inc., Bank Loan	Ba3	5.55	5/15/15	499(f)	462,310
American Tower Corp., Sr. Unsecd. Notes	Ba1	7.125	10/15/12	750	761,250
Centennial Communications Corp., Gtd. Notes	B2	10.125	6/15/13	175	182,000
Citizens Communications Co., Notes	Ba2	9.25	5/15/11	205	214,994
Sr. Notes	Ba2	6.25	1/15/13	150	141,000
Sr. Notes	Ba2	9.00	8/15/31	150	138,750
Fairpoint Communications, Inc., Sr. Notes, 144A	B3	13.125	4/01/18	250	256,250
Hawaiian Telcom Communications, Inc., Gtd. Notes, Ser. B	Caa3	12.50	5/01/15	225	56,813
Level 3 Financing, Inc., Gtd. Notes	Caa1	12.25	3/15/13	425	442,000
Nordic Telephone Co. Holdings (Denmark), Sr. Notes, 144A	B2	8.875	5/01/16	265(c)	261,025
Qwest Capital Funding, Inc., Gtd. Notes	B1	7.00	8/03/09	1,000	998,750
Qwest Communications International, Inc., Gtd. Notes, Ser. B	Ba3	7.50	2/15/14	205	200,900
Qwest Corp., Sr. Notes	Ba1	7.50	10/01/14	275	273,625
Rural Cellular Corp., Sr. Notes	B3	9.875	2/01/10	135	138,375
Sprint Capital Corp., Gtd. Notes	Baa3	6.125	11/15/08	1,000	1,017,264
Time Warner Telecom Holdings, Inc., Gtd. Notes	B3	9.25	2/15/14	100	103,500
Triton PCS, Inc., Gtd. Notes	NR	8.50	6/01/13	350	364,875
Windstream Corp., Sr. Notes	Ba3	7.00	3/15/19	300	284,250

Edgar Filing: HIGH YIELD INCOME FUND INC - Form N-Q

Sr. Notes	Ba3	8.625	8/01/16	300	310,125
					6,608,056

Total corporate bonds (cost \$84,892,225) 82,351,193

SOVEREIGN BONDS 1.0%

Republic of Colombia, Notes	Ba2	10.00	1/23/12	200(c)	236,000
Republic of Philippines, Bonds	B1	9.375	1/18/17	300(c)	372,000

Total sovereign bonds (cost \$533,676) 608,000

Shares

COMMON STOCK

Electric

Mirant Corp. (cost \$1,623)	92	3,737
-----------------------------	----	-------

Units

WARRANTS(b)

Sterling Chemical Holdings, Inc., Expiring 8/15/08	140(f)	0
Viasystems Group, Inc., Expiring 1/10/31	10,871(f)	1
XM Satellite Radio, Inc., 144A Expiring 3/15/10	150(f)	0

Total warrants (cost \$219,817) 1

Total long-term investments (cost \$85,647,341) 82,962,931

**Principal
Amount
(000)**

SHORT-TERM INVESTMENT 3.9%

U.S. Government Agency Security

Federal Home Loan Bank, Discount Note (cost \$2,349,869)	Aaa	2.00(i)	6/02/08	\$ 2,350	2,349,739
--	-----	---------	---------	----------	-----------

Total Investments(e) 141.3% (cost \$87,997,210)(j) 85,312,670

Liabilities in excess of other assets (41.3%) (24,938,100)

Net Assets 100.0% \$ 60,374,570

Edgar Filing: HIGH YIELD INCOME FUND INC - Form N-Q

The ratings reflected are as of May 31, 2008. Ratings of certain bonds may have changed subsequent to that date.

M.T.N. Medium Term Note

NR Not rated by Moody's or Standard & Poor's

PIK Payment in Kind

144A Security was purchased pursuant to Rule 144A under the Securities Act of 1933 and may not be resold subject to that rule except to qualified institution buyers. Unless otherwise noted, 144A securities are deemed to be liquid.

- (a) Represents issuer in default on interest payment; non-income producing security.
- (b) Non-income producing security.
- (c) US\$ denominated foreign securities.
- (d) Standard & Poor's Rating.
- (e) As of May 31, 2008, two securities representing \$76 and 0.0% of the net assets were fair valued in accordance with the policies adopted by the Board of Directors.
- (f) Indicates a security that has been deemed illiquid.
- (g) Indicates a restricted security; the aggregate original cost of such securities is \$716,884. The aggregate value of \$580,463 is approximately 1.0% of net assets.
- (h) Indicates a variable rate security. The interest rate shown reflects the rate in effect at May 31, 2008.
- (i) Represents a zero coupon or step bond. Rate shown reflects the effective yield at the time of purchase.
- (j) The United States federal income tax basis of the Fund's investments and the net unrealized depreciation as of May 31, 2008 were as follows:

Tax Basis of Investments	Appreciation	Depreciation	Net Unrealized Depreciation
\$88,481,691	\$1,147,072	\$(4,316,093)	\$(3,169,021)

The difference between the book basis and tax basis is primarily attributable to deferred losses on wash sales and differences in the treatment of premium amortization and accreting market discount for book and tax purposes.

Notes to Schedule of Investments (Unaudited)

Securities Valuation: Securities for which market quotations are readily available including securities listed on national securities exchanges and those traded over-the-counter are valued at the last quoted sales price on the valuation date on which the security is traded. If such securities were not traded on the valuation date, but market quotations are readily available, they are valued at the most recently quoted bid price provided by an independent pricing service or by a principal market maker. Securities for which market quotations are not readily available or for which the pricing agent or market maker does not provide a valuation or methodology, or provides a valuation or methodology that, in the judgment of the adviser, does not represent fair value, are valued by a Valuation Committee appointed by the Board of Directors, in consultation with the adviser. When determining the fair valuation of securities some of the factors influencing the valuation include, the nature of any restrictions on disposition of the securities; assessment of the general liquidity of the securities; the issuer's financial condition and the markets in which it does business; the cost of the investment; the size of the holding and the capitalization of issuer; the prices of any recent transactions or bids/offers for such securities or any comparable securities; any available analyst media or other reports or information deemed reliable by the investment adviser regarding the issuer or the markets or industry in which it operates. Using fair value to price securities may result in a value that is different from a security's most recent closing price and from the price used by other mutual funds to calculate their net asset values.

Short-term debt securities, which mature in sixty days or less, are valued at amortized cost, which approximates market value. The amortized cost method involves valuing a security at its cost on the date of purchase and thereafter assuming a constant amortization to maturity of the difference between the principal amount due at maturity and cost. Short-term debt securities, which mature in more than sixty days, are valued at current market quotations.

Other information regarding the Fund is available in the Fund's most recent Report to Shareholders. This information is available on the Securities and Exchange Commission's website (www.sec.gov).

Item 2. Controls and Procedures

- (a) It is the conclusion of the registrant's principal executive officer and principal financial officer that the effectiveness of the registrant's current disclosure controls and procedures (such disclosure controls and procedures having been evaluated within 90 days of the date of this filing) provide reasonable assurance that the information required to be disclosed by the registrant has been recorded, processed, summarized and reported within the time period specified in the Commission's rules and forms and that the information required to be disclosed by the registrant has been accumulated and communicated to the registrant's principal executive officer and principal financial officer in order to allow timely decisions regarding required disclosure.

- (b) There have been no significant changes in the registrant's internal controls or in other factors that could significantly affect these controls subsequent to the date of their evaluation, including any corrective actions with regard to significant deficiencies and material weaknesses.

Item 3. Exhibits

Certifications pursuant to Rule 30a-2(a) under the Investment Company Act of 1940 Attached hereto.

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934 and the Investment Company Act of 1940, the registrant has duly caused this report to be signed on its behalf by the undersigned, thereunto duly authorized.

(Registrant) The High Yield Income Fund, Inc.

By (Signature and Title)* /s/Deborah A. Docs
Deborah A. Docs
Secretary of the Fund

Date July 24, 2008

Pursuant to the requirements of the Securities Exchange Act of 1934 and the Investment Company Act of 1940, this report has been signed below by the following persons on behalf of the registrant and in the capacities and on the dates indicated.

By (Signature and Title)* /s/Judy A. Rice
Judy A. Rice
President and Principal Executive Officer

Date July 24, 2008

By (Signature and Title)* /s/Grace C. Torres
Grace C. Torres
Treasurer and Principal Financial Officer

Date July 24, 2008

* Print the name and title of each signing officer under his or her signature.