

WESTERN ASSET MUNICIPAL PARTNERS FUND INC.

Form N-CSRS

July 25, 2018

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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 811-07362

Western Asset Municipal Partners Fund Inc.

(Exact name of registrant as specified in charter)

620 Eighth Avenue, 49th Floor, New York, NY 10018

(Address of principal executive offices) (Zip code)

Robert I. Frenkel, Esq.

Legg Mason & Co., LLC

100 First Stamford Place

Stamford, CT 06902

(Name and address of agent for service)

Registrant's telephone number, including area code: (888) 777-0102

Date of fiscal year end: November 30

Date of reporting period: May 31, 2018

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ITEM 1. REPORT TO STOCKHOLDERS.

The **Semi-Annual** Report to Stockholders is filed herewith.

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Semi-Annual Report

May 31, 2018

WESTERN ASSET
MUNICIPAL PARTNERS
FUND INC. (MNP)

INVESTMENT PRODUCTS: NOT FDIC INSURED NO BANK GUARANTEE MAY LOSE VALUE

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Fund objectives

The Fund's primary investment objective is to seek a high level of current income which is exempt from regular federal income taxes,* consistent with the preservation of capital. As a secondary investment objective, the Fund intends to enhance portfolio value by purchasing tax-exempt securities that, in the opinion of the investment manager, may appreciate in value relative to other similar obligations in the marketplace.

Under normal market conditions, the Fund invests substantially all of its assets in a diversified portfolio of tax-exempt securities that are rated investment grade at the time of purchase by at least one rating agency and that the investment manager believes do not involve undue risk to income or principal.

Letter from the Chairman

Dear Shareholder,

We are pleased to provide the semi-annual report of Western Asset Municipal Partners Fund Inc. for the six-month reporting period ended May 31, 2018. Please read on for Fund performance information and a detailed look at prevailing economic and market conditions during the Fund's reporting period.

As always, we remain committed to providing you with excellent service and a full spectrum of investment choices. We also remain committed to supplementing the support you receive from your financial advisor. One way we accomplish this is through our website, www.lmcef.com. Here you can gain immediate access to market and investment information, including:

Fund prices and performance,

Market insights and commentaries from our portfolio managers, and

A host of educational resources.

We look forward to helping you meet your financial goals.

Sincerely,

Jane Trust, CFA

Chairman, President and Chief Executive Officer

June 29, 2018

*Certain investors may be subject to the federal alternative minimum tax (AMT), and state and local taxes will apply. Capital gains, if any, are fully taxable. Please consult your personal tax or legal adviser.

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Investment commentary

Economic review

Economic activity in the U.S. was somewhat mixed during the six months ended May 31, 2018 (the reporting period). Looking back, the U.S. Department of Commerce reported that third and fourth quarter 2017 U.S. gross domestic product (GDP) growth was 3.2% and 2.9%, respectively. Finally, the U.S. Department of Commerce's final reading for first quarter 2018 GDP growth released after the reporting period ended was 2.0%. More modest GDP growth in the first quarter reflected decelerations in personal consumption expenditures (PCE), exports, state and local government spending, and federal government spending and a downturn in residential fixed investment. These movements were partly offset by a smaller decrease in private inventory investment and a larger increase in nonresidential fixed investment.

Job growth in the U.S. was solid overall and supported the economy during the reporting period. When the reporting period ended on May 31, 2018, the unemployment rate was 3.8%, as reported by the U.S. Department of Labor. This was the lowest unemployment rate since April 2000. The percentage of longer-term unemployed declined during the reporting period. In May 2018, 19.4% of Americans looking for a job had been out of work for more than six months, versus 22.9% when the period began.

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Investment commentary (cont d)

Market review

Q. How did the Federal Reserve Board (the Fed) respond to the economic environment?

A. The Fed increased the federal funds rateⁱⁱⁱ twice during the reporting period. Looking back, at its meeting that concluded on September 20, 2017 before the reporting period began the Fed kept rates on hold but reiterated its intention to begin reducing its balance sheet, saying, "In October, the Committee will initiate the balance sheet normalization program." At its meeting that ended on December 13, 2017, the Fed raised rates to a range between 1.25% and 1.50%. As expected, the Fed kept rates on hold at its meeting that concluded on January 31, 2018. However, at its meeting that ended on March 21, 2018, the Fed again raised the federal funds rate, moving it to a range between 1.50% and 1.75%. Finally, at its meeting that concluded on June 13, 2018 after the reporting period ended the Fed raised the federal funds rate to a range between 1.75% and 2.00%.

Q. Did Treasury yields trend higher or lower during the reporting period?

A. Both short-term and longer-term Treasury yields moved higher during the six-month reporting period ended May 31, 2018. The yield for the two-year Treasury note began the reporting period at 1.78% equaling its low for the period and ended the period at 2.40%. Its peak for the period of 2.59% occurred on May 22, 2018. The yield for the ten-year Treasury began the reporting period at 2.42% and ended the period at 2.83%. The low for the period of 2.33% occurred on December 6, 2017 and the high for the period of 3.11% took place on May 17, 2018.

Q. How did the municipal bond market perform versus the taxable bond market over the reporting period?

A. The municipal bond market outperformed its taxable bond counterpart on a relative basis during the reporting period. For the six months ended May 31, 2018, the Bloomberg Barclays Municipal Bond Index^{iv} and the Bloomberg Barclays U.S. Aggregate Index^v returned 0.71% and -1.04%, respectively. Both municipal and taxable bonds were negatively impacted by the rising interest rate environment. The municipal market's relative outperformance was partially due to overall solid fundamentals and periods of positive investor demand.

Performance review

For the six months ended May 31, 2018, Western Asset Municipal Partners Fund Inc. returned 0.54% based on its net asset value (NAVⁱ) and -4.15% based on its New York Stock Exchange (NYSE) market price per share. The Fund's unmanaged benchmark, the Bloomberg Barclays Municipal Bond Index, returned 0.71% for the same period. The Lipper General & Insured Municipal Debt (Leveraged) Closed-End Funds Category Average^{vii} returned 0.85% over the same time frame. Please note that Lipper performance returns are based on each fund's NAV.

Certain investors may be subject to the federal alternative minimum tax, and state and local taxes will apply. Capital gains, if any, are fully taxable. Please consult your personal tax or legal adviser.

During this six-month period, the Fund made distributions to shareholders totaling \$0.38 per share. As of May 31, 2018, the Fund estimates that all of the distributions were

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sourced from net investment income.* The performance table shows the Fund's six-month total return based on its NAV and market price as of May 31, 2018. **Past performance is no guarantee of future results.**

Performance Snapshot as of May 31, 2018

(unaudited)

Price Per Share	6-Month Total Return**
\$16.08 (NAV)	0.54%
\$14.14 (Market Price)	-4.15%

All figures represent past performance and are not a guarantee of future results. Performance figures for periods shorter than one year represent cumulative figures and are not annualized.

**** Total returns are based on changes in NAV or market price, respectively. Returns reflect the deduction of all Fund expenses, including management fees, operating expenses, and other Fund expenses. Returns do not reflect the deduction of brokerage commissions or taxes that investors may pay on distributions or the sale of shares.**

Total return assumes the reinvestment of all distributions, including returns of capital, if any, at NAV.

Total return assumes the reinvestment of all distributions, including returns of capital, if any, in additional shares in accordance with the Fund's Dividend Reinvestment Plan.

Looking for additional information?

The Fund is traded under the symbol **MNP** and its closing market price is available in most newspapers under the NYSE listings. The daily NAV is available on-line under the symbol **XMNPX** on most financial websites. *Barron's* and the *Wall Street Journal's* Monday edition both carry closed-end fund tables that provide additional information. In addition, the Fund issues a quarterly press release that can be found on most major financial websites as well as www.lmcef.com (click on the name of the Fund).

In a continuing effort to provide information concerning the Fund, shareholders may call 1-888-777-0102 (toll free), Monday through Friday from 8:00 a.m. to 5:30 p.m. Eastern Time, for the Fund's current NAV, market price and other information.

Thank you for your investment in Western Asset Municipal Partners Fund Inc. As always, we appreciate that you have chosen us to manage your assets and we remain focused on achieving the Fund's investment goals.

Sincerely,

Jane Trust, CFA

Chairman, President and

Chief Executive Officer

June 29, 2018

***RISKS:** The Fund is a diversified closed-end management investment company designed primarily as a long-term investment and not as a trading vehicle. The Fund is not intended to be a complete investment program and, due to*

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*These estimates are not for tax purposes. The Fund will issue a Form 1099 with final composition of the distributions for tax purposes after year-end. A return of capital is not taxable and results in a reduction in the tax basis of a shareholder's investment. For more information about a distribution's composition, please refer to the Fund's distribution press release or, if applicable, the Section 19 notice located in the press release section of our website, www.lmcef.com (click on the name of the Fund).

Western Asset Municipal Partners Fund Inc.

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Investment commentary (cont d)

the uncertainty inherent in all investments, there can be no assurance that the Fund will achieve its investment objective. The Fund's common stock is traded on the New York Stock Exchange. Similar to stocks, the Fund's share price will fluctuate with market conditions and at the time of sale, may be worth more or less than the original investment. Shares of closed-end funds often trade at a discount to their net asset value. Diversification does not assure against market loss. The Fund's investments are subject to a number of risks, including interest rate risk, credit risk, leveraging risk and management risk. As interest rates rise, bond prices fall, reducing the value of the Fund's fixed-income securities. The Fund may invest in lower-rated high yield bonds or junk bonds, which are subject to greater liquidity and credit risk (risk of default) than higher rated obligations. Municipal securities purchased by the Fund may be adversely affected by changes in the financial condition of municipal issuers and insurers, regulatory and political developments, uncertainties and public perceptions, and other factors. The Fund may use derivatives, such as options and futures, which can be illiquid, may disproportionately increase losses, and have a potentially large impact on Fund performance. The Fund may invest in securities of other investment companies. To the extent it does, Fund stock holders will indirectly pay a portion of the operating costs of such companies, in addition to the expenses that the Fund bears directly in connection with its own operation. Investing in securities issued by other investment companies, including exchange-traded funds (ETFs) that invest primarily in municipal securities, involves risks similar to those of investing directly in the securities in which those investment companies invest. Leverage may result in greater volatility of NAV and the market price of common shares and increases a shareholder's risk of loss.

All investments are subject to risk including the possible loss of principal. Past performance is no guarantee of future results. All index performance reflects no deduction for fees, expenses or taxes. Please note that an investor cannot invest directly in an index.

The information provided is not intended to be a forecast of future events, a guarantee of future results or investment advice. Views expressed may differ from those of the firm as a whole.

- ⁱ Gross domestic product (GDP) is the market value of all final goods and services produced within a country in a given period of time.
- ⁱⁱ The Federal Reserve Board (the Fed) is responsible for the formulation of U.S. policies designed to promote economic growth, full employment, stable prices and a sustainable pattern of international trade and payments.
- ⁱⁱⁱ The federal funds rate is the rate charged by one depository institution on an overnight sale of immediately available funds (balances at the Federal Reserve) to another depository institution; the rate may vary from depository institution to depository institution and from day to day.
- ^{iv} The Bloomberg Barclays Municipal Bond Index is a market value weighted index of investment grade municipal bonds with maturities of one year or more.
- ^v The Bloomberg Barclays U.S. Aggregate Index is a broad-based bond index comprised of government, corporate, mortgage- and asset-backed issues, rated investment grade or higher, and having at least one year to maturity.
- ^{vi} Net asset value (NAV) is calculated by subtracting total liabilities, including liabilities associated with financial leverage (if any), from the closing value of all securities held by the Fund (plus all other assets) and dividing the result (total net assets) by the total number of the common shares outstanding. The NAV fluctuates with changes in the market prices of securities in which the Fund has invested. However, the price at which an investor may buy or sell shares of the Fund is the Fund's market price as determined by supply of and demand for the Fund's shares.
- ^{vii} Lipper, Inc., a wholly-owned subsidiary of Reuters, provides independent insight on global collective investments. Returns are based on the six-month period ended May 31, 2018, including the reinvestment of all distributions, including returns of capital, if any, calculated among the 61 funds in the Fund's Lipper category.

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Fund at a glance (unaudited)

Investment breakdown (%) as a percent of total investments

The bar graph above represents the composition of the Fund's investments as of May 31, 2018 and November 30, 2017. The Fund is actively managed. As a result, the composition of the Fund's investments is subject to change at any time.

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Spread duration (unaudited)

Economic exposure May 31, 2018

Total Spread Duration

MNP 5.99 years

Benchmark 5.87 years

Spread duration measures the sensitivity to changes in spreads. The spread over Treasuries is the annual risk-premium demanded by investors to hold non-Treasury securities. Spread duration is quantified as the % change in price resulting from a 100 basis points change in spreads. For a security with positive spread duration, an increase in spreads would result in a price decline and a decline in spreads would result in a price increase. This chart highlights the market sector exposure of the Fund's sectors relative to the selected benchmark sectors as of the end of the reporting period.

Benchmark Bloomberg Barclays Municipal Bond Index

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Effective duration (unaudited)

Interest rate exposure May 31, 2018

Total Effective Duration

MNP 5.87 years

Benchmark 5.92 years

Effective duration measures the sensitivity to changes in relevant interest rates. Effective duration is quantified as the % change in price resulting from a 100 basis points change in interest rates. For a security with positive effective duration, an increase in interest rates would result in a price decline and a decline in interest rates would result in a price increase. This chart highlights the interest rate exposure of the Fund's sectors relative to the selected benchmark sectors as of the end of the reporting period.

Benchmark Bloomberg Barclays Municipal Bond Index
MNP Western Asset Municipal Partners Fund Inc.

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May 31, 2018

Western Asset Municipal Partners Fund Inc.

			Face	
	Rate	Maturity Date	Amount	Value
Security				
Municipal Bonds 153.0%				
<i>Alabama 1.8%</i>				
Jefferson County, AL, Sewer Revenue:				
Subordinated Lien Warrants	6.000%	10/1/42	\$ 760,000	\$ 880,270
Subordinated Lien Warrants	6.500%	10/1/53	1,300,000	1,536,990
Lower Alabama Gas District, AL, Natural Gas Revenue	5.000%	9/1/46	300,000	369,774
<i>Total Alabama</i>				<i>2,787,034</i>
<i>Alaska 1.5%</i>				
Valdez, AK, Marine Terminal Revenue, BP Pipelines Inc. Project	5.000%	1/1/21	2,150,000	2,302,671
<i>Arizona 1.7%</i>				
Navajo Nation, AZ, Revenue	5.500%	12/1/30	275,000	310,967 ^(a)
Salt Verde, AZ, Financial Corp. Senior Gas Revenue	5.000%	12/1/32	2,000,000	2,366,280
<i>Total Arizona</i>				<i>2,677,247</i>
<i>California 21.3%</i>				
Alameda, CA, Corridor Transportation Authority Revenue, Second Subordinated Lien	5.000%	10/1/34	500,000	562,575
Bay Area Toll Authority, CA, Toll Bridge Revenue, San Francisco Bay Area (SIFMA Municipal Swap Index Yield + 1.100%)	2.150%	4/1/24	2,500,000	2,574,100 ^{(b)(c)}
California State PCFA, Water Furnishing Revenue:	5.000%	11/21/45	1,000,000	1,066,660 ^(a)
	5.000%	11/21/45	2,470,000	2,512,657 ^{(a)(d)}
California State, GO:				
Various Purpose	4.000%	11/1/37	250,000	267,180
Various Purpose	5.000%	4/1/43	4,000,000	4,461,360
California Statewide CDA Revenue, Insured Health, Facility L.A. Jewish Home, CA, Mortgage Insurance, CMI	5.000%	11/15/28	1,500,000	1,503,870
Eastern Municipal Water District Financing Authority, CA, Water & Wastewater Revenue	5.000%	7/1/47	1,000,000	1,170,840
Los Angeles County, CA, Public Works Financing Authority, Lease Revenue, Multiple Capital Project II	5.000%	8/1/30	2,500,000	2,772,450
Los Angeles, CA, Department of Water & Power Revenue	5.000%	7/1/35	1,000,000	1,190,210
Los Angeles, CA, Department of Water & Power Revenue, Power System	5.000%	7/1/47	1,000,000	1,162,520

See Notes to Financial Statements.

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Security	Rate	Maturity Date	Face Amount	Value
<i>California continued</i>				
Lower Tule River, CA, Irrigation District Revenue, COP	5.000%	8/1/40	\$ 1,000,000	\$ 1,050,020
M-S-R Energy Authority, CA, Gas Revenue:				
	7.000%	11/1/34	2,490,000	3,551,313
	6.500%	11/1/39	2,000,000	2,841,640
Rancho Cucamonga, CA, RDA, Successor Agency Tax Allocation, Rancho Redevelopment Project Area, AGM	5.000%	9/1/30	750,000	860,040
River Islands, CA, Public Financing Authority Special Tax, Community Facilities District No. 2003-1	5.500%	9/1/45	500,000	537,620
Riverside County, CA, Transportation Commission Toll Revenue:				
Senior Lien	5.750%	6/1/44	100,000	111,190
Senior Lien	5.750%	6/1/48	200,000	221,992
Tulare, CA, Sewer Revenue, AGM	5.000%	11/15/41	2,000,000	2,253,780
Turlock, CA, Irrigation District Revenue	5.000%	1/1/35	2,500,000	2,632,450 ^(e)
<i>Total California</i>				<i>33,304,467</i>
<i>Colorado 7.0%</i>				
Base Village Metropolitan District #2 Co., GO	5.750%	12/1/46	500,000	513,050
Colliers Hill Metropolitan District #2, GO	6.250%	12/1/37	750,000	762,982
Colorado High Performance Transportation Enterprise Revenue, C-470 Express Lanes	5.000%	12/31/51	200,000	216,990
Colorado State Health Facilities Authority Revenue, Sisters of Charity Leavenworth Health System Inc.	5.250%	1/1/25	3,500,000	3,677,135
Public Authority for Colorado Energy, Natural Gas Purchase Revenue:				
	5.750%	11/15/18	85,000	86,442
	6.500%	11/15/38	4,000,000	5,618,000
<i>Total Colorado</i>				<i>10,874,599</i>
<i>Connecticut 0.7%</i>				
Connecticut State Special Tax Obligation Revenue, Transportation Infrastructure Purpose	5.000%	1/1/37	500,000	560,990
Connecticut State, GO	5.000%	10/15/34	270,000	298,312
Harbor Point, CT, Infrastructure Improvement District, Special Obligation Revenue, Harbor Point Project Ltd.	5.000%	4/1/39	250,000	268,030 ^(a)
<i>Total Connecticut</i>				<i>1,127,332</i>

See Notes to Financial Statements.

Table of Contents**Schedule of investments (unaudited) (cont d)**

May 31, 2018

Western Asset Municipal Partners Fund Inc.

Security	Rate	Maturity Date	Face Amount	Value
<i>District of Columbia 0.7%</i>				
District of Columbia Revenue:				
Ingleside Rock Creek Project	4.125%	7/1/27	\$ 200,000	\$ 202,738
KIPP DC Issue	5.000%	7/1/37	800,000	894,824
<i>Total District of Columbia</i>				<i>1,097,562</i>
<i>Florida 9.5%</i>				
Broward County, FL, Airport System Revenue	5.000%	10/1/47	350,000	395,311 ^(d)
Capital Trust Agency, FL, Senior Living Revenue, Elim Senior Housing Inc.	5.875%	8/1/52	100,000	102,951 ^(a)
Central Florida Expressway Authority Revenue, Senior Lien	5.000%	7/1/42	250,000	287,318
Florida State Development Finance Corp., Educational Facilities Revenue, Renaissance Charter School Inc. Project	6.125%	6/15/46	160,000	167,088 ^(a)
Florida State Mid-Bay Bridge Authority Revenue	5.000%	10/1/40	740,000	816,168
Greater Orlando, FL, Aviation Authority, Airport Facilities Revenue	5.000%	10/1/42	500,000	567,730 ^(d)
Miami-Dade County, FL, Aviation Revenue	5.000%	10/1/41	3,000,000	3,408,210
Miami-Dade County, FL, Expressway Authority Toll System Revenue	5.000%	7/1/24	1,250,000	1,437,250
Miami-Dade County, FL, GO, Seaport	5.000%	10/1/23	2,315,000	2,538,050
Miami-Dade County, FL, Health Facilities Authority Hospital Revenue, Nicklaus Children's Hospital	5.000%	8/1/42	350,000	393,445
Miami-Dade County, FL, School District, GO	5.000%	3/15/30	1,000,000	1,165,090
Orange County, FL, Health Facilities Authority Revenue, Presbyterian Retirement Communities	5.000%	8/1/47	250,000	273,318
Orlando & Orange County, FL, Expressway Authority Revenue	5.000%	7/1/30	2,000,000	2,125,540 ^(e)
Volusia County, FL, Educational Facility Authority Revenue, Educational Facilities Embry-Riddle Aeronautical University Inc. Project	5.000%	10/15/42	1,000,000	1,130,780
<i>Total Florida</i>				<i>14,808,249</i>
<i>Georgia 1.3%</i>				
Main Street Natural Gas Inc., GA, Natural Gas Revenue (SIFMA Municipal Swap Index Yield + 0.570%)	1.630%	12/1/23	2,000,000	2,000,980 ^{(b)(c)}
<i>Illinois 12.5%</i>				
Chicago, IL, Board of Education, GO, Dedicated	5.000%	12/1/44	330,000	333,980

See Notes to Financial Statements.

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Western Asset Municipal Partners Fund Inc.

Security	Rate	Maturity Date	Face Amount	Value
<i>Illinois continued</i>				
Chicago, IL, GO:				
	5.000%	1/1/25	\$ 1,000,000	\$ 1,072,210
	5.500%	1/1/34	950,000	1,018,029
	5.500%	1/1/37	60,000	63,942
	6.000%	1/1/38	500,000	564,230
Chicago, IL, Metropolitan Water Reclamation District Greater Chicago, GO, Green Bond	5.000%	12/1/44	1,000,000	1,101,060
Chicago, IL, O Hare International Airport Revenue:				
	5.000%	1/1/35	2,200,000	2,416,656 ^(d)
General, Senior Lien	5.000%	1/1/41	250,000	279,340
Senior Lien	5.000%	1/1/47	500,000	562,225
Senior Lien	5.000%	1/1/52	500,000	560,245
Trips Obligation Group	5.000%	7/1/48	200,000	221,518 ^(d)
Chicago, IL, Public Building Commission, Building Revenue, Chicago School Reform, NATL	5.250%	12/1/18	1,000,000	1,015,820
Chicago, IL, Transit Authority, Sales Tax Receipts Revenue, Second Lien	5.000%	12/1/51	250,000	269,343
Chicago, IL, Wastewater Transmission Revenue, Second Lien	5.000%	1/1/38	750,000	822,217
Chicago, IL, Waterworks Revenue:				
Second Lien, AGM	5.000%	11/1/31	320,000	365,629
Second Lien Project	5.000%	11/1/34	800,000	871,200
Second Lien Project	5.000%	11/1/39	500,000	540,620
Illinois State Toll Highway Authority Revenue	5.000%	12/1/31	1,500,000	1,723,800
Illinois State University Revenue, Auxiliary Facilities System, AGM	5.000%	4/1/37	100,000	109,586
Illinois State, GO:				
	5.000%	11/1/26	550,000	590,144
	5.000%	2/1/29	440,000	467,936
	5.000%	1/1/33	500,000	523,395
	5.000%	11/1/33	650,000	683,202
	5.000%	12/1/42	600,000	626,262
Metropolitan Pier & Exposition Authority, IL, Dedicated State Tax Revenue:				
McCormick Project, State Appropriations	5.250%	6/15/50	215,000	220,061
McCormick Project	5.200%	6/15/50	970,000	991,903
Metropolitan Pier & Exposition Authority, IL, Revenue, CAB-McCormick Place Expansion Project	0.000%	12/15/52	900,000	158,661

See Notes to Financial Statements.

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May 31, 2018

Western Asset Municipal Partners Fund Inc.

Security	Rate	Maturity Date	Face Amount	Value
<i>Illinois continued</i>				
Sales Tax Securitization Corp., IL, Revenue	5.000%	1/1/27	\$ 200,000	\$ 231,352
University of Illinois, COP	5.000%	3/15/24	1,000,000	1,121,160
<i>Total Illinois</i>				<i>19,525,726</i>
<i>Indiana 2.0%</i>				
Indiana Finance Authority Midwestern Disaster Relief Revenue, Ohio Valley Electric Corp. Project	5.000%	6/1/39	1,000,000	1,006,450
Indianapolis, IN, Local Public Improvement Bond Bank Revenue	5.000%	6/1/27	2,000,000	2,156,460
<i>Total Indiana</i>				<i>3,162,910</i>
<i>Louisiana 1.9%</i>				
Port New Orleans, LA, Board of Commissioners Port Facilities Revenue, AGM	5.000%	4/1/43	500,000	571,260 ^{(d)(f)}
Shreveport, LA, Water & Sewer Revenue, AGM	5.000%	12/1/34	2,080,000	2,361,736
<i>Total Louisiana</i>				<i>2,932,996</i>
<i>Maryland 0.7%</i>				
Maryland State EDC, EDR, Transportation Facilities Project	5.750%	6/1/35	1,000,000	1,077,140 ^(e)
<i>Massachusetts 2.0%</i>				
Massachusetts State DFA Revenue:				
International Charter School	5.000%	4/15/40	1,875,000	2,000,400
Partners Healthcare System	5.000%	7/1/47	500,000	563,585
UMass Boston Student Housing Project	5.000%	10/1/48	200,000	217,124
Massachusetts State Water Pollution Abatement Trust Revenue, MWRA Program, Unrefunded Balance	5.750%	8/1/29	355,000	356,157
<i>Total Massachusetts</i>				<i>3,137,266</i>
<i>Michigan 3.1%</i>				
Detroit, MI, Water & Sewerage Department, Disposal System Revenue, Senior Lien	5.250%	7/1/39	405,000	435,513
Great Lakes, MI, Water Authority Water Supply System Revenue:				
Senior Lien	5.000%	7/1/35	150,000	170,219
Senior Lien	5.000%	7/1/46	1,300,000	1,456,481
Michigan State Building Authority Revenue, Facilities Program	5.250%	10/15/47	250,000	279,113
Michigan State Finance Authority Ltd. Obligation Revenue, Higher Education, Thomas M Cooley Law School Project	6.750%	7/1/44	450,000	453,523 ^(a)

See Notes to Financial Statements.

Table of Contents**Western Asset Municipal Partners Fund Inc.**

Security	Rate	Maturity Date	Face Amount	Value
<i>Michigan continued</i>				
Michigan State Finance Authority Revenue:				
Senior Lien Detroit Water & Sewer	5.000%	7/1/44	\$ 380,000	\$ 413,964
Senior Lien, Detroit Water & Sewer Department	5.000%	7/1/33	370,000	409,079
Wayne County, MI, Airport Authority Revenue, Detroit Metropolitan Airport	5.000%	12/1/18	1,170,000	1,187,725 ^(d)
<i>Total Michigan</i>				<i>4,805,617</i>
<i>Missouri 0.2%</i>				
Kansas City, MO, IDA, Senior Living Facilities Revenue, Kansas City United Methodist Retirement Home Inc.	6.000%	11/15/51	300,000	296,151 ^(a)
<i>Nebraska 0.4%</i>				
Central Plains Energy Project, NE, Gas Project Revenue, Project #3	5.000%	9/1/42	550,000	665,748
<i>New Jersey 12.0%</i>				
Casino Reinvestment Development Authority, NJ, Luxury Tax Revenue, AGM New Jersey State EDA Revenue:	5.000%	11/1/27	240,000	263,823
	5.000%	6/15/29	500,000	532,410
School Facilities Construction (SIFMA Municipal Swap Index Yield + 1.600%)	2.660%	3/1/28	2,500,000	2,476,950 ^(c)
Continental Airlines Inc. Project	5.250%	9/15/29	2,000,000	2,181,860
Private Activity-The Goethals Bridge Replacement Project	5.375%	1/1/43	1,000,000	1,094,720 ^(d)
Provident Group - Rowan Properties LLC, Rowan University Housing Project	5.000%	1/1/48	500,000	530,720
New Jersey State EDA, Special Facility Revenue, Port Newark Container Terminal LLC Project	5.000%	10/1/37	175,000	191,063 ^(d)
New Jersey State EFA Revenue, Stevens Institute of Technology	5.000%	7/1/42	3,000,000	3,379,530
New Jersey State Health Care Facilities Financing Authority Revenue, RWJ Barnabas Health Obligation Group	5.000%	7/1/43	300,000	334,761
New Jersey State Health Care Facilities Financing Authority Revenue, Hackensack Meridian Health	5.000%	7/1/38	100,000	115,098
New Jersey State Transportation Trust Fund Authority Revenue, Transportation Program, State Appropriations	5.000%	6/15/38	6,000,000	6,243,900

See Notes to Financial Statements.

Table of Contents**Schedule of investments (unaudited) (cont d)**

May 31, 2018

Western Asset Municipal Partners Fund Inc.

Security	Rate	Maturity Date	Face	Value
			Amount	
<i>New Jersey continued</i>				
New Jersey State Turnpike Authority Revenue	5.000%	1/1/35	\$ 1,000,000	\$ 1,161,740
Tobacco Settlement Financing Corp., NJ, Revenue	5.000%	6/1/46	200,000	219,798
<i>Total New Jersey</i>				<i>18,726,373</i>
<i>New York 24.7%</i>				
Brooklyn Arena, NY, Local Development Corp. Revenue, Barclays Center Project	6.250%	7/15/40	1,000,000	1,071,940 ^(e)
Hudson Yards Infrastructure Corp., NY, Revenue	5.000%	2/15/42	850,000	974,347
MTA Hudson Rail Yards Trust Obligations Revenue	5.000%	11/15/56	3,000,000	3,235,260
MTA, NY, Dedicated Tax Fund Revenue, Green Bonds	5.000%	11/15/47	500,000	577,105
MTA, NY, Revenue:				
	5.250%	11/15/40	1,000,000	1,082,470 ^(e)
Transportation	5.000%	11/15/25	1,000,000	1,105,070 ^(e)
Nassau County, NY, Industrial Development Agency, Continuing Care Retirement Community Revenue, Amsterdam At Harborside	2.000%	1/1/49	67,436	11,464
New York City, NY, Municipal Water Finance Authority, Water & Sewer System Revenue, Second General Resolution Fiscal 2011	5.000%	6/15/31	4,850,000	5,154,046
New York State Dormitory Authority Revenue:				
Court Facilities Lease, NYC Issue, Non-State Supported Debt, AMBAC	5.500%	5/15/30	3,365,000	4,262,513
Non State Supported Debt, New School	5.000%	7/1/35	2,000,000	2,231,620
Non-State Supported Debt, Columbia University	5.000%	7/1/38	1,500,000	1,504,020
New York State Liberty Development Corp., Liberty Revenue:				
3 World Trade Center LLC Project	5.000%	11/15/44	490,000	521,027 ^(a)
4 World Trade Center LLC Project	5.750%	11/15/51	2,000,000	2,222,480
Second Priority, Bank of America Tower	5.125%	1/15/44	2,500,000	2,612,825
New York State Transportation Development Corp., Special Facilities Revenue:				
American Airlines Inc., John F. Kennedy International Airport Project	5.000%	8/1/31	2,000,000	2,110,940 ^(d)
Delta Airlines Inc., LaGuardia Airport Terminal B Redevelopment Project	5.000%	1/1/31	1,100,000	1,254,363 ^(d)
LaGuardia Airport Terminal B Redevelopment Project	5.000%	7/1/41	2,250,000	2,448,607 ^(d)

See Notes to Financial Statements.

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			Face	
	Rate	Maturity Date	Amount	Value
Security				
<i>New York continued</i>				
LaGuardia Airport Terminal B Redevelopment Project	5.000%	7/1/46	\$ 400,000	\$ 434,164 ^(d)
New York State Urban Development Corp. Revenue	5.000%	3/15/26	430,000	431,204
Port Authority of New York & New Jersey Revenue	5.000%	1/15/41	4,750,000	5,065,970
Triborough Bridge & Tunnel Authority, NY, Revenue, MTA Bridges & Tunnels	5.000%	11/15/42	250,000	291,983
<i>Total New York</i>				<i>38,603,418</i>
<i>North Carolina 4.1%</i>				
Charlotte-Mecklenburg Hospital Authority, NC, Health Care System Revenue, Carolinas Healthcare System	5.000%	1/15/31	5,000,000	5,492,800
North Carolina State Turnpike Authority Monroe Expressway Toll Revenue	5.000%	7/1/47	750,000	820,237
North Carolina State Turnpike Authority Revenue, Senior Lien	5.000%	1/1/30	100,000	114,370
<i>Total North Carolina</i>				<i>6,427,407</i>
<i>Ohio 2.9%</i>				
Northeast, OH, Regional Sewer District Revenue, Waste Water Revenue Improvement	5.000%	11/15/43	4,040,000	4,593,844 ^(e)
<i>Oklahoma 1.4%</i>				
Grand River Dam Authority, OK, Revenue	5.250%	6/1/40	2,000,000	2,130,740 ^(e)
Payne County, OK, EDA Revenue, Epworth Living at The Ranch	6.875%	11/1/46	150,000	75,000 ^(g)
<i>Total Oklahoma</i>				<i>2,205,740</i>
<i>Oregon 1.2%</i>				
Multnomah County, OR, School District # 7 Reynolds, GO, Deferred Interest, School Board Guaranty	0.000%	6/15/31	1,000,000	615,160
Oregon State Facilities Authority Revenue, Legacy Health Project	5.000%	6/1/46	600,000	674,274
Yamhill County, OR, Hospital Authority Revenue, Friendsview Retirement Community	5.000%	11/15/46	475,000	509,276
<i>Total Oregon</i>				<i>1,798,710</i>
<i>Pennsylvania 7.5%</i>				
Allegheny County, PA, IDA Revenue, Environmental Improvement, US Steel Corp.	6.750%	11/1/24	85,000	87,168
Central Bradford, PA, Progress Authority Revenue, Guthrie Healthcare Systems	5.000%	12/1/26	5,130,000	5,619,248

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Western Asset Municipal Partners Fund Inc.

			Face	
Security	Rate	Maturity Date	Amount	Value
<i>Pennsylvania continued</i>				
Commonwealth Financing Authority, PA, Tobacco Master Settlement Payment Revenue, Tobacco Master Settlement Payment Bonds	5.000%	6/1/33	\$ 250,000	\$ 283,873
Cumberland County, PA, Municipal Authority Revenue, Diakon Lutheran Social Ministries Project	5.000%	1/1/29	750,000	829,455
East Hempfield Township, PA, IDA Revenue, Student Services Inc.-Student Housing Project-Millersville University	5.000%	7/1/47	250,000	265,265
Pennsylvania Economic Development Financing Authority, Sewer Sludge Disposal Revenue, Philadelphia Biosolids Facility	6.250%	1/1/32	500,000	525,670
Philadelphia, PA, Airport Revenue	5.000%	6/15/35	2,000,000	2,213,080 ^(d)
Philadelphia, PA, School District, GO	5.000%	9/1/32	1,000,000	1,118,220
State Public School Building Authority, PA, Lease Revenue:				
Philadelphia School District Project, AGM	5.000%	6/1/31	200,000	227,220
Philadelphia School District Project, AGM	5.000%	6/1/33	500,000	564,080
<i>Total Pennsylvania</i>				<i>11,733,279</i>
<i>South Carolina 0.4%</i>				
South Carolina Ports Authority Revenue	5.000%	7/1/36	500,000	572,770 ^(d)
<i>South Dakota 0.1%</i>				
South Dakota State HEFA Revenue, Regional Health	5.000%	9/1/40	200,000	225,354
<i>Tennessee 5.2%</i>				
Clarksville, TN, Natural Gas Acquisition Corp., Gas Revenue	5.000%	12/15/20	2,030,000	2,168,121
Tennessee Energy Acquisition Corp., Gas Revenue:				
	5.000%	2/1/20	3,555,000	3,722,050
	5.000%	2/1/21	2,025,000	2,165,697
<i>Total Tennessee</i>				<i>8,055,868</i>
<i>Texas 14.4%</i>				
Arlington, TX, Higher Education Finance Corp., Education Revenue, Uplift Education, PSF GTD	5.000%	12/1/47	250,000	285,760
Arlington, TX, Special Tax Revenue, Senior Lien, AGM	5.000%	2/15/48	350,000	401,835
Austin, TX, Water & Wastewater System Revenue:				
	5.000%	11/15/26	2,500,000	2,616,325 ^(e)
	5.125%	11/15/28	230,000	240,603 ^(e)
	5.125%	11/15/28	1,980,000	2,075,654 ^(e)

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Security	Rate	Maturity Date	Face	Value
			Amount	
<i>Texas continued</i>				
Corpus Christi, TX, Utility System Revenue, Junior Lien	5.000%	7/15/31	\$ 2,905,000	\$ 3,300,516
Grand Parkway Transportation Corp., TX, System Toll Revenue, Convertible CAB, Stepbond, 0.000% until 10/1/23; 5.500%	0.000%	10/1/36	2,000,000	1,861,720
Harris County, TX, Metropolitan Transit Authority Sales & Use Tax Revenue	5.000%	11/1/36	3,125,000	3,394,656
Houston, TX, Airport Systems Revenue, United Airlines Inc.	5.000%	7/15/30	1,000,000	1,093,040 ^(d)
Love Field, TX, Airport Modernization Corp., General Airport Revenue:				
	5.000%	11/1/33	40,000	45,491 ^(d)
	5.000%	11/1/36	40,000	45,113 ^(d)
New Hope Cultural Education Facilities Finance Corp., TX, Student Housing Revenue, Collegiate Housing-Tarleton State University Project	5.000%	4/1/35	800,000	867,496
North Texas Tollway Authority Revenue:				
	5.000%	1/1/39	250,000	281,665
	5.000%	1/1/40	600,000	654,144
	5.000%	1/1/45	600,000	660,204
First Tier	5.000%	1/1/43	750,000	861,900
Socorro, TX, ISD, GO, School Building, PSF GTD	5.000%	8/15/43	750,000	864,667
Tarrant County, TX, Cultural Education Facilities Finance Corp., Retirement Facility Revenue, Buckner Senior Living Ventana Project	6.625%	11/15/37	170,000	190,247
Texas State Private Activity Bond Surface Transportation Corp. Revenue, Senior Lien, Blueridge Transportation Group LLC	5.000%	12/31/40	460,000	502,674 ^(d)
Texas State Water Development Board Revenue	5.000%	10/15/47	1,550,000	1,801,379
The University of Texas System, Financing Systems	0.980%	8/1/39	100,000	100,000 ^(c)
Woodloch Health Facilities Development Corp., TX, Senior Housing Revenue:				
Inspired Living Lewisville Project	6.750%	12/1/51	300,000	313,380 ^(a)
Inspired Living Lewisville Project	10.000%	12/1/51	50,000	52,595
<i>Total Texas</i>				<i>22,511,064</i>
<i>U.S. Virgin Islands 0.6%</i>				
Virgin Islands Public Finance Authority Revenue:				
Matching Fund Loan	6.625%	10/1/29	200,000	167,500

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May 31, 2018

Western Asset Municipal Partners Fund Inc.

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