

WESTERN ASSET INTERMEDIATE MUNI FUND INC.

Form N-Q

October 26, 2018

UNITED STATES

SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

FORM N-Q

QUARTERLY SCHEDULE OF PORTFOLIO HOLDINGS OF REGISTERED

MANAGEMENT INVESTMENT COMPANY

Investment Company Act file number **811-6506**

Western Asset Intermediate Muni 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: **August 31, 2018**

ITEM 1. SCHEDULE OF INVESTMENTS.

WESTERN ASSET INTERMEDIATE MUNI FUND INC.

FORM N-Q

AUGUST 31, 2018

WESTERN ASSET INTERMEDIATE MUNI FUND INC.

Schedule of investments (unaudited)

August 31, 2018

| SECURITY | RATE | MATURITY DATE | FACE AMOUNT | VALUE |
|---|--------|---------------|--------------|-----------------------------|
| MUNICIPAL BONDS - 134.9% | | | | |
| Alabama - 2.4% | | | | |
| Jefferson County, AL, Sewer Revenue, Subordinated Lien Warrants | 5.000% | 10/1/21 | \$ 1,500,000 | \$ 1,605,615 |
| Southeast Alabama Gas Supply District, Gas Supply Revenue | 4.000% | 6/1/24 | 1,600,000 | 1,700,976 ^(a) |
| <i>Total Alabama</i> | | | | <i>3,306,591</i> |
| Arizona - 2.2% | | | | |
| La Paz County, AZ, Industrial Development Authority, Charterrace School Solutions Harmony | 5.000% | 2/15/38 | 500,000 | 536,960 |
| Navajo Nation, AZ, Revenue | 5.000% | 12/1/25 | 250,000 | 275,580 ^(b) |
| Phoenix, AZ, Civic Improvement Corp., Wastewater System Revenue, Junior Lien | 5.000% | 7/1/27 | 1,000,000 | 1,142,210 |
| Pinal County, AZ, Electric District No. 3 Revenue | 4.000% | 7/1/23 | 1,000,000 | 1,046,170 |
| <i>Total Arizona</i> | | | | <i>3,000,920</i> |
| California - 18.8% | | | | |
| Alameda, CA, Corridor Transportation Authority Revenue, Second Subordinated Lien | 5.000% | 10/1/34 | 500,000 | 562,810 |
| Anaheim, CA, Public Financing Authority Lease Revenue | 5.000% | 5/1/26 | 2,000,000 | 2,291,640 |
| Bay Area Toll Authority, CA, Toll Bridge Revenue, San Francisco Bay Area, (SIFMA Municipal Swap Index Yield + 1.100%) | 2.590% | 4/1/24 | 2,000,000 | 2,065,320 ^{(a)(c)} |
| California Municipal Finance Authority, Senior Lien-LINXS APM Project | 5.000% | 12/31/34 | 350,000 | 397,656 ^(d) |
| California State PCFA, Water Furnishing Revenue | 5.000% | 7/1/27 | 2,000,000 | 2,154,600 ^{(b)(d)} |
| California State, GO, Bid Group C | 5.000% | 8/1/33 | 1,000,000 | 1,165,040 |
| California Statewide CDA, Student Housing Revenue, Provident Group-Pomona Properties LLC | 5.600% | 1/15/36 | 555,000 | 592,013 ^(b) |
| Golden State Tobacco Securitization Corp. | 5.000% | 6/1/34 | 1,500,000 | 1,709,505 |
| Long Beach, CA, Bond Finance Authority Lease Revenue | 5.000% | 8/1/31 | 1,855,000 | 2,041,019 |
| Los Angeles County, CA, Public Works Financing Authority, Lease Revenue, Multiple Capital Project II | 5.000% | 8/1/22 | 1,000,000 | 1,124,580 |
| Los Angeles, CA, Department of Water & Power Revenue | 5.000% | 7/1/37 | 750,000 | 877,522 |
| Modesto, CA, Irrigation District Electric Revenue: | | | | |
| | 5.000% | 7/1/24 | 4,130,000 | 4,487,204 |
| | 5.000% | 7/1/25 | 2,000,000 | 2,170,680 |
| M-S-R Energy Authority, CA, Gas Revenue | 6.125% | 11/1/29 | 3,000,000 | 3,734,550 |

See Notes to Schedule of Investments.

WESTERN ASSET INTERMEDIATE MUNI FUND INC.

Schedule of investments (unaudited) (cont d)

August 31, 2018

| SECURITY | RATE | MATURITY DATE | FACE AMOUNT | VALUE |
|--|--------|---------------|-------------|--------------------------|
| California - (continued) | | | | |
| River Islands, CA, Public Financing Authority Special Tax, Community Facilities District No. 2003-1 | 5.250% | 9/1/34 | \$ 430,000 | \$ 456,484 |
| Riverside County, CA, Transportation Commission Sales Tax Revenue, Limited Tax | 5.250% | 6/1/26 | 300,000 | 347,394 ^(e) |
| <i>Total California</i> | | | | <i>26,178,017</i> |
| Colorado - 5.2% | | | | |
| Base Village Metropolitan District #2 Co., GO | 5.500% | 12/1/36 | 500,000 | 505,555 |
| Denver, CO, City & County Special Facilities Apartment Revenue, United Airlines Inc. Project | 5.000% | 10/1/32 | 100,000 | 107,202 ^(d) |
| E-470 Public Highway Authority Revenue, CO | 5.250% | 9/1/25 | 2,000,000 | 2,128,940 |
| Public Authority for Colorado Energy, Natural Gas Purchase Revenue | 6.125% | 11/15/23 | 3,940,000 | 4,536,122 |
| <i>Total Colorado</i> | | | | <i>7,277,819</i> |
| Connecticut - 1.3% | | | | |
| Connecticut State HEFA Revenue: | | | | |
| Sacred Heart University Issue | 5.000% | 7/1/36 | 250,000 | 281,475 |
| Bristol Hospital, AGC | 5.500% | 7/1/21 | 705,000 | 707,044 |
| Connecticut State Special Tax Obligation Revenue, Transportation Infrastructure Purpose | 5.000% | 1/1/37 | 500,000 | 555,410 |
| Connecticut State, GO | 5.000% | 10/15/34 | 210,000 | 231,914 |
| <i>Total Connecticut</i> | | | | <i>1,775,843</i> |
| District of Columbia - 0.1% | | | | |
| District of Columbia Revenue, Ingleside Rock Creek Project | 4.125% | 7/1/27 | 140,000 | 142,096 |
| Florida - 8.9% | | | | |
| Broward County, FL, Airport System Revenue | 5.000% | 10/1/36 | 250,000 | 282,872 ^(d) |
| Florida State Development Finance Corp., Educational Facilities Revenue, Renaissance Charter School Inc. Project | 6.000% | 6/15/35 | 150,000 | 157,997 ^(b) |
| Florida State Mid-Bay Bridge Authority Revenue | 5.000% | 10/1/27 | 545,000 | 616,951 |
| Jacksonville, FL, Sales Tax Revenue, Better Jacksonville | 5.000% | 10/1/30 | 1,500,000 | 1,645,530 |
| Miami-Dade County, FL, Aviation Revenue: | | | | |
| | 5.000% | 10/1/31 | 4,000,000 | 4,344,400 ^(d) |
| | 5.000% | 10/1/32 | 1,000,000 | 1,085,300 ^(d) |
| Miami-Dade County, FL, Expressway Authority Toll System Revenue | 5.000% | 7/1/26 | 1,500,000 | 1,705,440 |

See Notes to Schedule of Investments.

WESTERN ASSET INTERMEDIATE MUNI FUND INC.

Schedule of investments (unaudited) (cont d)

August 31, 2018

| SECURITY | RATE | MATURITY DATE | FACE AMOUNT | VALUE |
|--|--------|---------------|-------------|-----------------------------|
| Florida - (continued) | | | | |
| Miami-Dade County, FL, Health Facilities Authority Hospital Revenue, Nicklaus Children's Hospital | 5.000% | 8/1/36 | \$ 250,000 | \$ 280,300 ^(d) |
| Miami-Dade County, FL, School Board, COP, AGC | 5.000% | 2/1/24 | 2,000,000 | 2,028,000 ^{(d)(e)} |
| Orange County, FL, Health Facilities Authority Revenue, Presbyterian Retirement Communities | 5.000% | 8/1/36 | 250,000 | 272,967 |
| <i>Total Florida</i> | | | | <i>12,419,757</i> |
| Georgia - 5.9% | | | | |
| Atlanta, GA, Water & Wastewater Revenue | 6.000% | 11/1/23 | 2,000,000 | 2,099,360 ^(e) |
| Burke County, GA, Development Authority, PCR, Oglethorpe Power Corp. Vogtle Project | 2.400% | 4/1/20 | 1,000,000 | 997,080 ^{(a)(c)} |
| DeKalb Private Hospital Authority Revenue, GA, Anticipation CTFS, Children's Health Care of Atlanta Inc. | 5.000% | 11/15/29 | 2,000,000 | 2,074,760 |
| DeKalb, Newton & Gwinnett Counties, GA, Joint Development Authority Revenue, GGC Foundation LLC Project | 6.000% | 7/1/29 | 1,000,000 | 1,034,930 ^(e) |
| Main Street Natural Gas Inc., GA, Gas Project Revenue, (SIFMA Municipal Swap Index Yield + 0.570%) | 2.060% | 12/1/23 | 1,500,000 | 1,497,720 ^{(a)(c)} |
| Private Colleges & Universities Authority, GA, Revenue, Savannah College of Art & Design Inc. Project | 5.000% | 4/1/28 | 500,000 | 552,575 |
| <i>Total Georgia</i> | | | | <i>8,256,425</i> |
| Illinois - 12.9% | | | | |
| Chicago, IL, Board of Education, GO | 5.000% | 12/1/34 | 270,000 | 280,716 |
| Chicago, IL, GO: | 5.000% | 1/1/25 | 500,000 | 543,365 |
| | 5.500% | 1/1/30 | 1,000,000 | 1,091,170 |
| Chicago, IL, Metropolitan Water Reclamation District Greater Chicago, GO, Green Bond | 5.000% | 12/1/29 | 850,000 | 952,714 |
| Chicago, IL, O'Hare International Airport Revenue: | 5.000% | 1/1/31 | 1,750,000 | 1,920,520 ^(d) |
| Senior Lien | 5.250% | 1/1/36 | 500,000 | 573,165 |
| Senior Lien | 5.250% | 1/1/37 | 400,000 | 456,652 |
| Chicago, IL, Wastewater Transmission Revenue, Second Lien | 5.000% | 1/1/36 | 600,000 | 652,266 |
| Chicago, IL, Waterworks Revenue: | | | | |
| Second Lien | 5.000% | 11/1/29 | 500,000 | 564,565 |
| Second Lien, AGM | 5.000% | 11/1/32 | 630,000 | 711,352 |

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WESTERN ASSET INTERMEDIATE MUNI FUND INC.

Schedule of investments (unaudited) (cont d)

August 31, 2018

| SECURITY | RATE | MATURITY DATE | FACE AMOUNT | VALUE |
|--|--------|---------------|--------------|--------------------------|
| Illinois - (continued) | | | | |
| Illinois State Finance Authority Revenue: | | | | |
| Memorial Health System | 5.250% | 4/1/29 | \$ 1,670,000 | \$ 1,703,300 |
| Southern Illinois Healthcare Enterprises Inc. | 5.000% | 3/1/32 | 200,000 | 223,736 |
| Southern Illinois Healthcare Enterprises Inc. | 5.000% | 3/1/34 | 500,000 | 555,830 |
| Illinois State Sports Facilities Authority Revenue, State Tax Supported, AGM | 5.250% | 6/15/30 | 3,000,000 | 3,305,280 |
| Illinois State Toll Highway Authority Revenue | 5.000% | 1/1/42 | 600,000 | 678,168 |
| Illinois State University Revenue, Auxiliary Facilities System, AGM | 5.000% | 4/1/28 | 100,000 | 112,282 |
| Illinois State, GO: | | | | |
| | 5.000% | 2/1/26 | 600,000 | 639,294 |
| | 5.000% | 11/1/26 | 450,000 | 480,384 |
| | 5.000% | 2/1/29 | 500,000 | 529,155 |
| | 5.000% | 10/1/29 | 1,300,000 | 1,384,656 ^(f) |
| | 5.000% | 12/1/42 | 300,000 | 312,369 |
| Metropolitan Pier & Exposition Authority, IL, Revenue, McCormick Place Expansion Project | 5.000% | 12/15/31 | 250,000 | 275,312 |
| <i>Total Illinois</i> | | | | <i>17,946,251</i> |
| Indiana - 8.6% | | | | |
| Hammond Multi-School Building Corp.: | | | | |
| | 5.000% | 7/15/34 | 750,000 | 851,933 |
| | 5.000% | 7/15/35 | 1,035,000 | 1,174,777 |
| Indiana State Finance Authority, Environmental Revenue, U.S. Steel Corp. | 6.000% | 12/1/19 | 1,000,000 | 1,029,370 |
| Indianapolis, IN, Gas Utility Revenue, Second Lien | 5.250% | 8/15/29 | 4,000,000 | 4,502,640 |
| Indianapolis, IN, Thermal Energy System Revenue, Multi-Mode, AGC | 5.000% | 10/1/23 | 4,000,000 | 4,010,120 ^(e) |
| Valparaiso, IN, Exempt Facilities Revenue, Pratt Paper LLC Project | 5.875% | 1/1/24 | 295,000 | 326,774 ^(d) |
| <i>Total Indiana</i> | | | | <i>11,895,614</i> |
| Louisiana - 4.5% | | | | |
| New Orleans, LA, Aviation Board Revenue: | | | | |
| | 5.000% | 1/1/29 | 2,000,000 | 2,229,940 ^(d) |
| | 5.000% | 1/1/30 | 2,000,000 | 2,220,200 ^(d) |
| Port New Orleans, LA, Board of Commissioners Port Facilities Revenue, AGM | 5.000% | 4/1/38 | 1,625,000 | 1,831,635 ^(d) |
| <i>Total Louisiana</i> | | | | <i>6,281,775</i> |

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WESTERN ASSET INTERMEDIATE MUNI FUND INC.

Schedule of investments (unaudited) (cont d)

August 31, 2018

| SECURITY | RATE | MATURITY DATE | FACE AMOUNT | VALUE |
|--|--------|---------------|-------------|--------------------------|
| Massachusetts - 0.4% | | | | |
| Massachusetts State DFA Revenue: | | | | |
| Partners Healthcare System Issue | 5.000% | 7/1/37 | \$ 250,000 | \$ 286,448 |
| UMass Boston Student Housing Project | 5.000% | 10/1/28 | 200,000 | 225,124 |
| <i>Total Massachusetts</i> | | | | <i>511,572</i> |
| Michigan - 4.5% | | | | |
| Great Lakes, MI, Water Authority Water Supply System Revenue: | | | | |
| Senior Lien | 5.000% | 7/1/33 | 800,000 | 916,184 |
| Senior Lien | 5.000% | 7/1/35 | 350,000 | 398,731 |
| Michigan State Finance Authority Ltd. Obligation Revenue, Higher Education, Thomas M Cooley Law School Project | 6.250% | 7/1/29 | 600,000 | 617,592 ^(b) |
| Michigan State Finance Authority Revenue: | | | | |
| Hospital, Trinity Health Credit Group | 5.000% | 12/1/42 | 250,000 | 282,745 |
| Local Government Loan Program, Detroit Water & Sewer Department | 5.000% | 7/1/33 | 275,000 | 301,928 |
| Local Government Loan Program, Detroit Water & Sewer, AGM | 5.000% | 7/1/24 | 1,000,000 | 1,138,130 |
| Michigan State Housing Development Authority, Rental Housing Revenue | 5.250% | 10/1/24 | 2,640,000 | 2,647,154 |
| <i>Total Michigan</i> | | | | <i>6,302,464</i> |
| Nebraska - 0.4% | | | | |
| Central Plains Energy Project, NE, Gas Project Revenue, Project #3 | 5.000% | 9/1/36 | 500,000 | 587,725 |
| Nevada - 3.0% | | | | |
| Humboldt County, NV, PCR, Idaho Power Co. Project | 5.150% | 12/1/24 | 4,000,000 | 4,122,840 |
| New Jersey - 11.8% | | | | |
| Casino Reinvestment Development Authority, NJ, Luxury Tax Revenue, AGM | 5.000% | 11/1/28 | 1,000,000 | 1,090,470 |
| New Jersey Economic Development Authority | 5.000% | 3/1/28 | 2,825,000 | 3,026,281 |
| New Jersey State EDA Revenue: | | | | |
| Continental Airlines Inc. Project | 4.875% | 9/15/19 | 665,000 | 673,479 ^(d) |
| School Facilities Construction, State Appropriations | 5.000% | 3/1/29 | 2,175,000 | 2,323,400 |
| New Jersey State EDA, Special Facility Revenue, Port Newark Container Terminal LLC Project | 5.000% | 10/1/37 | 150,000 | 162,025 ^(d) |
| New Jersey State EFA Revenue, University of Medicine & Dentistry | 7.125% | 12/1/23 | 2,000,000 | 2,081,220 ^(e) |
| New Jersey State Higher Education Assistance Authority, Student Loan Revenue | 5.375% | 6/1/24 | 995,000 | 1,013,786 |

See Notes to Schedule of Investments.

WESTERN ASSET INTERMEDIATE MUNI FUND INC.

Schedule of investments (unaudited) (cont d)

August 31, 2018

| SECURITY | RATE | MATURITY DATE | FACE AMOUNT | VALUE |
|--|--------|---------------|--------------|-----------------------------|
| New Jersey - (continued) | | | | |
| New Jersey State Transportation Trust Fund Authority Revenue | 5.250% | 6/15/23 | \$ 4,000,000 | \$ 4,285,480 |
| New Jersey State Turnpike Authority Revenue | 5.000% | 1/1/35 | 1,000,000 | 1,151,890 |
| Tobacco Settlement Financing Corp. | 5.000% | 6/1/35 | 500,000 | 560,540 |
| <i>Total New Jersey</i> | | | | <i>16,368,571</i> |
| New York - 11.0% | | | | |
| Hudson Yards Infrastructure Corp. Revenue | 5.000% | 2/15/36 | 1,000,000 | 1,145,790 |
| New York City, NY, TFA Revenue, Future Tax Secured | 5.000% | 8/1/40 | 1,500,000 | 1,734,510 |
| New York State Dormitory Authority, State Personal Income Tax Revenue: | | | | |
| Education, AMBAC | 5.000% | 2/15/37 | 700,000 | 802,011 |
| New York State Thruway Authority General Revenue, Junior Indebtness Obligations, Junior Lien | 5.500% | 3/15/25 | 2,000,000 | 2,391,220 |
| New York State Thruway Authority, State Personal Income Tax Revenue, Transportation | 5.000% | 1/1/36 | 1,000,000 | 1,121,480 |
| New York State Transportation Development Corp., Special Facilities Revenue: | 5.000% | 3/15/26 | 200,000 | 224,374 |
| American Airlines Inc., John F. Kennedy International Airport Project | 5.000% | 8/1/31 | 600,000 | 626,496 ^(d) |
| LaGuardia Airport Terminal B Redevelopment Project | 5.000% | 7/1/30 | 1,225,000 | 1,346,005 ^(d) |
| LaGuardia Airport Terminal C & D Redevelopment Project | 5.000% | 1/1/31 | 2,050,000 | 2,306,578 |
| Niagara Area Development Corp., Covanta Project | 3.500% | 11/1/24 | 750,000 | 753,900 ^{(b)(f)} |
| Port Authority of New York & New Jersey Revenue | 5.000% | 10/15/30 | 1,500,000 | 1,700,025 ^{(d)(g)} |
| Utility Debt Securitization Authority, NY, Revenue, Restructuring | 5.000% | 12/15/27 | 1,000,000 | 1,143,060 |
| <i>Total New York</i> | | | | <i>15,295,449</i> |
| North Carolina - 1.4% | | | | |
| North Carolina Eastern Municipal Power Agency, Power System Revenue | 5.000% | 1/1/26 | 1,750,000 | 1,769,617 ^(e) |
| North Carolina State Turnpike Authority Revenue, Senior Lien | 5.000% | 1/1/30 | 100,000 | 113,682 |
| <i>Total North Carolina</i> | | | | <i>1,883,299</i> |
| Ohio - 0.4% | | | | |
| American Municipal Power-Ohio Inc., OH, Revenue, AMP Fremont Energy Center Project | 5.000% | 2/15/29 | 500,000 | 581,705 |

See Notes to Schedule of Investments.

WESTERN ASSET INTERMEDIATE MUNI FUND INC.**Schedule of investments (unaudited) (cont d)****August 31, 2018**

| SECURITY | RATE | MATURITY DATE | FACE AMOUNT | VALUE |
|--|--------|------------------|----------------|-----------------------------|
| Oklahoma - 1.9% | | | | |
| Grand River Dam Authority, OK, Revenue | 5.000% | 6/1/30 | \$ 2,500,000 | \$ 2,641,600 ^(e) |
| Payne County, OK, EDA Revenue, Epworth Living at The Ranch | 6.250% | 11/1/31 | 130,000 | 65,000 ^{*(h)} |
| <i>Total Oklahoma</i> | | | | <i>2,706,600</i> |
| Oregon - 1.4% | | | | |
| Portland, OR, River District Urban Renewal & Redevelopment | 5.000% | 6/15/28 | 570,000 | 624,065 |
| Washington Multnomah & Yamhill County, OR, School District No. 1 West Union, GO, Hillsboro, School Board Guaranty | 5.000% | 6/15/34 | 500,000 | 580,835 |
| Yamhill County, OR, Hospital Authority Revenue: | | | | |
| Friendsview Retirement Community | 5.000% | 11/15/31 | 350,000 | 379,120 |
| Friendsview Retirement Community | 5.000% | 11/15/36 | 325,000 | 348,858 |
| <i>Total Oregon</i> | | | | <i>1,932,878</i> |
| Pennsylvania - 2.5% | | | | |
| Commonwealth Financing Authority, PA, Tobacco Master Settlement Payment Revenue, Tobacco Master Settlement Payment Bonds | 5.000% | 6/1/30 | 200,000 | 229,008 |
| Cumberland County, PA, Municipal Authority Revenue, Diakon Lutheran Social Ministries Project | 5.000% | 1/1/27 | 500,000 | 556,265 |
| Montgomery County, PA, IDA Revenue, New Regional Medical Center Project, FHA | 5.000% | 8/1/24 | 1,925,000 | 2,034,263 ^(e) |
| State Public School Building Authority, PA, Lease Revenue: | | | | |
| Philadelphia School District Project, AGM | 5.000% | 6/1/31 | 150,000 | 168,372 |
| Philadelphia School District Project, AGM | 5.000% | 6/1/33 | 450,000 | 502,020 |
| <i>Total Pennsylvania</i> | | | | <i>3,489,928</i> |
| South Carolina - 0.3% | | | | |
| South Carolina Ports Authority Revenue | 5.000% | 7/1/36 | 400,000 | 453,400 ^(d) |
| Tennessee - 5.8% | | | | |
| Metropolitan Government of Nashville & Davidson County, TN, Water & Sewer Revenue, Green Bond | 5.000% | 7/1/42 | 300,000 | 345,942 |
| Tennessee Energy Acquisition Corp., Gas Revenue: | | | | |
| | 5.250% | 9/1/20 | 2,030,000 | 2,153,911 |
| | 5.250% | 9/1/23 | 4,940,000 | 5,551,276 |
| <i>Total Tennessee</i> | | | | <i>8,051,129</i> |

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WESTERN ASSET INTERMEDIATE MUNI FUND INC.

Schedule of investments (unaudited) (cont d)

August 31, 2018

| SECURITY | RATE | MATURITY DATE | FACE AMOUNT | VALUE |
|---|---------|---------------|-------------|--------------------------|
| Texas - 7.8% | | | | |
| Arlington TX, Special Tax Revenue, Subordinated Lien, BAM | 5.000% | 2/15/41 | \$ 250,000 | \$ 274,640 |
| Austin, TX, Airport Systems Revenue | 5.000% | 11/15/27 | 1,000,000 | 1,120,050 ^(d) |
| Harris County, TX, Houston Sports Authority Revenue, Senior Lien, AGM | 5.000% | 11/15/25 | 1,000,000 | 1,143,220 |
| Houston, TX, Airport System Revenue, Special Facilities, United Airlines Inc., Airport Improvement Project | 5.000% | 7/1/36 | 1,055,000 | 1,200,569 ^(d) |
| Houston, TX, Airport Systems Revenue, Special Facilities, United Airlines Inc., Airport Improvement Project | 5.000% | 7/15/28 | 500,000 | 563,850 ^(d) |
| Love Field, TX, Airport Modernization Corp., General Airport Revenue | 5.000% | 11/1/31 | 90,000 | 101,613 ^(d) |
| North Texas Tollway Authority Revenue: | | | | |
| | 5.000% | 1/1/34 | 1,300,000 | 1,456,611 |
| First Tier | 5.000% | 1/1/36 | 500,000 | 565,670 |
| Socorro, TX, ISD, GO, School Building, PSF - GTD | 5.000% | 8/15/40 | 600,000 | 682,206 |
| Tarrant County, TX, Cultural Education Facilities Finance Corp., Retirement Facility Revenue, Buckner Senior Living Ventana Project | 6.625% | 11/15/37 | 130,000 | 143,963 |
| Texas State Department Housing Community Affairs Home Mortgage Revenue, RIBS / GNMA / FNMA / FHLMC Collateralized | 10.736% | 7/2/24 | 50,000 | 51,829 ^{(a)(d)} |
| Texas State Municipal Gas Acquisition & Supply Corp. III, Gas Supply Revenue | 5.000% | 12/15/22 | 2,000,000 | 2,212,720 |
| Texas State Water Development Board Revenue | 5.000% | 10/15/42 | 1,100,000 | 1,262,877 |
| <i>Total Texas</i> | | | | <i>10,779,818</i> |
| U.S. Virgin Islands - 0.8% | | | | |
| Virgin Islands Public Finance Authority Revenue: | | | | |
| Matching Fund Loan | 5.000% | 10/1/29 | 275,000 | 272,662 |
| Matching Fund Loan | 6.625% | 10/1/29 | 150,000 | 150,375 |
| Matching Fund Loan | 6.750% | 10/1/37 | 370,000 | 370,925 |
| Matching Fund Loan | 6.000% | 10/1/39 | 335,000 | 335,000 |
| <i>Total U.S. Virgin Islands</i> | | | | <i>1,128,962</i> |
| Utah - 0.2% | | | | |
| Utah State Charter School Finance Authority, Charter School Revenue, Syracuse Arts Academy Project, UT CSCE | 5.000% | 4/15/37 | 250,000 | 275,560 |

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WESTERN ASSET INTERMEDIATE MUNI FUND INC.**Schedule of investments (unaudited) (cont d)****August 31, 2018**

| SECURITY | RATE | MATURITY DATE | FACE AMOUNT | VALUE |
|--|--------|---------------|-------------|---------------------------|
| Virginia - 6.2% | | | | |
| Pittsylvania County, VA, GO: | | | | |
| | 5.500% | 2/1/22 | \$ 540,000 | \$ 548,645 ^(e) |
| | 5.500% | 2/1/23 | 1,030,000 | 1,046,490 ^(e) |
| | 5.600% | 2/1/24 | 2,490,000 | 2,530,861 ^(e) |
| Virginia Beach Development Authority, Westminster-Canterbury on Chesapeake Bay | 5.000% | 9/1/40 | 1,250,000 | 1,391,463 |
| Virginia State College Building Authority, VA, Educational Facilities Revenue, 21st Century College & Equipment Programs | 5.000% | 2/1/32 | 500,000 | 590,845 |
| Virginia State Small Business Financing Authority Revenue: Elizabeth River Crossings OpCo LLC Project | 5.000% | 1/1/27 | 2,000,000 | 2,149,340 ^(d) |
| Senior Lien, 95 Express Lanes LLC | 5.000% | 7/1/34 | 350,000 | 371,165 ^(d) |
| <i>Total Virginia</i> | | | | 8,628,809 |
| Washington - 0.7% | | | | |
| Washington State Health Care Facilities Authority Revenue, Multicare Health System, AGC | 5.750% | 8/15/29 | 1,000,000 | 1,037,580 ^(e) |
| Wisconsin - 3.6% | | | | |
| Central Brown County, WI, Water Authority System Revenue | 5.000% | 11/1/35 | 2,105,000 | 2,358,779 |
| La Crosse, WI, Resource Recovery Revenue, Refunding Bonds, Northern States Power Co. Project | 6.000% | 11/1/21 | 2,000,000 | 2,231,040 ^(d) |
| Public Finance Authority, WI, Ltd. Obligation Pilot Revenue, American Dream @ Meadowlands Project | 6.500% | 12/1/37 | 200,000 | 227,596 ^(b) |
| Public Finance Authority, WI, Revenue, Denver International Airport Great Hall Project | 5.000% | 9/30/37 | 175,000 | 193,097 ^(d) |
| <i>Total Wisconsin</i> | | | | 5,010,512 |
| TOTAL INVESTMENTS BEFORE SHORT-TERM INVESTMENTS | | | | |
| (Cost - \$180,957,794) | | | | 187,629,909 |
| SHORT-TERM INVESTMENTS - 0.8% | | | | |
| MUNICIPAL BONDS - 0.8% | | | | |
| California - 0.1% | | | | |
| Alameda, CA, Public Financing Authority, MFH Revenue, Eagle/Parrot | 1.270% | 5/15/35 | 200,000 | 200,000 ^{(i)(j)} |
| Massachusetts - 0.1% | | | | |
| Massachusetts State DFA Revenue, Partners Healthcare Systems Inc. | 1.430% | 7/1/46 | 100,000 | 100,000 ^{(i)(j)} |
| Mississippi - 0.3% | | | | |
| Mississippi Business Finance Corp., Industrial Revenue, Chevron USA | 1.430% | 11/1/35 | 400,000 | 400,000 ^{(i)(j)} |

See Notes to Schedule of Investments.

WESTERN ASSET INTERMEDIATE MUNI FUND INC.**Schedule of investments (unaudited) (cont d)****August 31, 2018**

| SECURITY | RATE | MATURITY DATE | FACE AMOUNT | VALUE |
|--|--------|------------------|----------------|------------------------------|
| New York - 0.3% | | | | |
| New York City, NY, TFA Revenue, Future Tax Secured, SPA - JP Morgan Chase Bank NA | 1.400% | 8/1/45 | \$ 200,000 | \$ 200,000 ^{(i)(j)} |
| Onondaga County, NY, Trust Cultural Resource Revenue, Syracuse University Project, LOC - Wells Fargo Bank N.A. | 1.490% | 12/1/29 | 100,000 | 100,000 ^{(i)(j)} |
| Triborough Bridge & Tunnel Authority, NY | 1.400% | 1/1/32 | 100,000 | 100,000 ^{(i)(j)} |
| <i>Total New York</i> | | | | <i>400,000</i> |
| TOTAL MUNICIPAL BONDS | | | | |
| (Cost - \$1,100,000) | | | | 1,100,000 |
| | | | SHARES | |
| MONEY MARKET FUNDS - 0.0% | | | | |
| Dreyfus Government Cash Management, Institutional Shares | | | | |
| (Cost - \$15,766) | 1.850% | | 15,766 | 15,766 |
| TOTAL SHORT-TERM INVESTMENTS | | | | |
| (Cost - \$1,115,766) | | | | 1,115,766 |
| TOTAL INVESTMENTS - 135.7% | | | | |
| (Cost - \$182,073,560) | | | | 188,745,675 |
| Auction Rate Cumulative Preferred Stock, at Liquidation Value - (1.9)% | | | | (2,600,000) |
| Variable Rate Demand Preferred Stock, at Liquidation Value - (34.1)% | | | | (47,400,000) |
| Other Assets in Excess of Liabilities - 0.3% | | | | 304,652 |
| TOTAL NET ASSETS APPLICABLE TO COMMON SHAREHOLDERS - 100.0% | | | | |
| | | | | \$ 139,050,327 |

See Notes to Schedule of Investments.

WESTERN ASSET INTERMEDIATE MUNI FUND INC.

Schedule of investments (unaudited) (cont d)

August 31, 2018

- * Non-income producing security.

- (a) Maturity date shown represents the mandatory tender date.

- (b) Security is exempt from registration under Rule 144A of the Securities Act of 1933. This security may be resold in transactions that are exempt from registration, normally to qualified institutional buyers. This security has been deemed liquid pursuant to guidelines approved by the Board of Directors.

- (c) Variable rate security. Interest rate disclosed is as of the most recent information available. Certain variable rate securities are not based on a published reference rate and spread but are determined by the issuer or agent and are based on current market conditions. These securities do not indicate a reference rate and spread in their description above.

- (d) Income from this issue is considered a preference item for purposes of calculating the alternative minimum tax (AMT).

- (e) Pre-Refunded bonds are escrowed with U.S. government obligations and/or U.S. government agency securities and are considered by the manager to be triple-A rated even if issuer has not applied for new ratings.

- (f) Securities traded on a when-issued or delayed delivery basis.

- (g) All or a portion of this security is held at the broker as collateral for open futures contracts.

- (h) The coupon payment on these securities is currently in default as of August 31, 2018.

- (i) Variable rate demand obligations (VRDOs) have a demand feature under which the Fund can tender them back to the issuer or liquidity provider on no more than 7 days notice. The interest rate generally resets on a daily or weekly basis and is determined on the specific interest rate reset date by the Remarketing Agent, pursuant to a formula specified in official documents for the VRDO, or set at the highest rate allowable as specified in official documents for the VRDO. VRDOs are benchmarked to the Securities Industry and Financial Markets Association (SIFMA) Municipal Swap Index. The SIFMA Municipal Swap Index is compiled from weekly interest rate resets of tax-exempt VRDOs reported to the Municipal Securities Rulemaking Board's Short-term Obligation Rate Transparency System.

- (j) Maturity date shown is the final maturity date. The security may be sold back to the issuer before final maturity.

See Notes to Schedule of Investments.

WESTERN ASSET INTERMEDIATE MUNI FUND INC.**Schedule of investments (unaudited) (cont d)****August 31, 2018**Abbreviations used in this schedule:

| | |
|-------|---|
| AGC | Assured Guaranty Corporation - Insured Bonds |
| AGM | Assured Guaranty Municipal Corporation - Insured Bonds |
| AMBAC | American Municipal Bond Assurance Corporation - Insured Bonds |
| BAM | Build America Mutual - Insured Bonds |
| CDA | Communities Development Authority |
| COP | Certificates of Participation |
| CSCE | Charter School Credit Enhancement |
| CTFS | Certificates |
| DFA | Development Finance Agency |
| EDA | Economic Development Authority |
| EFA | Educational Facilities Authority |
| FHA | Federal Housing Administration - Insured Bonds |
| FHLMC | Federal Home Loan Mortgage Corporation |
| FNMA | Federal National Mortgage Association |
| GNMA | Government National Mortgage Association |
| GO | General Obligation |
| GTD | Guaranteed |
| HEFA | Health & Educational Facilities Authority |
| IDA | Industrial Development Authority |
| ISD | Independent School District |
| LOC | Letter of Credit |
| MFH | Multi-Family Housing |
| PCFA | Pollution Control Financing Authority |
| PCR | Pollution Control Revenue |
| PSF | Permanent School Fund |
| RIBS | Residual Interest Bonds |
| SIFMA | Securities Industry and Financial Markets Association |
| SPA | Standby Bond Purchase Agreement - Insured Bonds |
| TFA | Transitional Finance Authority |

At August 31, 2018, the Fund had the following open futures contracts:

| | Number of Contracts | Expiration Date | Notional Amount | Market Value | Unrealized Depreciation |
|-------------------------------------|--------------------------------|----------------------------|----------------------------|-------------------------|------------------------------------|
| Contracts to Sell: | | | | | |
| U.S. Treasury Ultra Long-Term Bonds | 16 | 12/18 | \$ 2,541,432 | \$ 2,549,000 | \$ (7,568) |

This Schedule of Investments is unaudited and is intended to provide information about the Fund's investments as of the date of the schedule.

Other information regarding the Fund is available in the Fund's most recent annual or semi-annual shareholder report.

See Notes to Schedule of Investments.

Notes to Schedule of Investments (unaudited)

1. Organization and significant accounting policies

Western Asset Intermediate Muni Fund Inc. (the Fund) was incorporated in Maryland on December 19, 1991 and is registered as a diversified, closed-end management investment company under the Investment Company Act of 1940, as amended (the 1940 Act). The Board of Directors authorized 100 million shares of \$0.001 par value common stock. The Fund's investment objective is to provide common shareholders a high level of current income exempt from regular federal income taxes consistent with prudent investing. Under normal market conditions, the Fund invests at least 80% of its total assets in municipal obligations. In addition, under normal market conditions, the Fund will invest at least 80% of its total assets in debt securities that are, at the time of investment, rated investment grade by a nationally recognized statistical rating organization or, if unrated, of equivalent quality as determined by the investment manager.

The following are significant accounting policies consistently followed by the Fund and are in conformity with U.S. generally accepted accounting principles (GAAP).

(a) Investment valuation. The valuations for fixed income securities (which may include, but are not limited to, corporate, government, municipal, mortgage-backed, collateralized mortgage obligations and asset-backed securities) and certain derivative instruments are typically the prices supplied by independent third party pricing services, which may use market prices or broker/dealer quotations or a variety of valuation techniques and methodologies. The independent third party pricing services use inputs that are observable such as issuer details, interest rates, yield curves, prepayment speeds, credit risks/spreads, default rates and quoted prices for similar securities. Investments in open-end funds are valued at the closing net asset value per share of each fund on the day of valuation. Futures contracts are valued daily at the settlement price established by the board of trade or exchange on which they are traded. If independent third party pricing services are unable to supply prices for a portfolio investment, or if the prices supplied are deemed by the manager to be unreliable, the market price may be determined by the manager using quotations from one or more broker/dealers or at the transaction price if the security has recently been purchased and no value has yet been obtained from a pricing service or pricing broker. When reliable prices are not readily available, such as when the value of a security has been significantly affected by events after the close of the exchange or market on which the security is principally traded, but before the Fund calculates its net asset value, the Fund values these securities as determined in accordance with procedures approved by the Fund's Board of Directors.

The Board of Directors is responsible for the valuation process and has delegated the supervision of the daily valuation process to the Legg Mason North Atlantic Fund Valuation Committee (the Valuation Committee). The Valuation Committee, pursuant to the policies adopted by the Board of Directors, is responsible for making fair value determinations, evaluating the effectiveness of the Fund's pricing policies, and reporting to the Board of Directors. When determining the reliability of third party pricing information for investments

Notes to Schedule of Investments (unaudited) (continued)

owned by the Fund, the Valuation Committee, among other things, conducts due diligence reviews of pricing vendors, monitors the daily change in prices and reviews transactions among market participants.

The Valuation Committee will consider pricing methodologies it deems relevant and appropriate when making fair value determinations. Examples of possible methodologies include, but are not limited to, multiple of earnings; discount from market of a similar freely traded security; discounted cash-flow analysis; book value or a multiple thereof; risk premium/yield analysis; yield to maturity; and/or fundamental investment analysis. The Valuation Committee will also consider factors it deems relevant and appropriate in light of the facts and circumstances. Examples of possible factors include, but are not limited to, the type of security; the issuer's financial statements; the purchase price of the security; the discount from market value of unrestricted securities of the same class at the time of purchase; analysts' research and observations from financial institutions; information regarding any transactions or offers with respect to the security; the existence of merger proposals or tender offers affecting the security; the price and extent of public trading in similar securities of the issuer or comparable companies; and the existence of a shelf registration for restricted securities.

For each portfolio security that has been fair valued pursuant to the policies adopted by the Board of Directors, the fair value price is compared against the last available and next available market quotations. The Valuation Committee reviews the results of such back testing monthly and fair valuation occurrences are reported to the Board of Directors quarterly.

The Fund uses valuation techniques to measure fair value that are consistent with the market approach and/or income approach, depending on the type of security and the particular circumstance. The market approach uses prices and other relevant information generated by market transactions involving identical or comparable securities. The income approach uses valuation techniques to discount estimated future cash flows to present value.

GAAP establishes a disclosure hierarchy that categorizes the inputs to valuation techniques used to value assets and liabilities at measurement date. These inputs are summarized in the three broad levels listed below:

Level 1 quoted prices in active markets for identical investments

Level 2 other significant observable inputs (including quoted prices for similar investments, interest rates, prepayment speeds, credit risk, etc.)

Level 3 significant unobservable inputs (including the Fund's own assumptions in determining the fair value of investments)

The inputs or methodologies used to value securities are not necessarily an indication of the risk associated with investing in those securities.

Notes to Schedule of Investments (unaudited) (continued)

The following is a summary of the inputs used in valuing the Fund's assets and liabilities carried at fair value:

| ASSETS | | | | |
|------------------------------|------------------------------------|--|--|----------------|
| DESCRIPTION | QUOTED PRICES (LEVEL 1) | OTHER SIGNIFICANT OBSERVABLE INPUTS (LEVEL 2) | SIGNIFICANT UNOBSERVABLE INPUTS (LEVEL 3) | TOTAL |
| Municipal Bonds | | \$ 187,629,909 | | \$ 187,629,909 |
| Short-Term Investments : | | | | |
| Municipal Bonds | | 1,100,000 | | 1,100,000 |
| Money Market Funds | \$ 15,766 | | | 15,766 |
| Total Short-Term Investments | 15,766 | 1,100,000 | | 1,115,766 |
| Total Investments | \$ 15,766 | \$ 188,729,909 | | \$ 188,745,675 |
| LIABILITIES | | | | |
| DESCRIPTION | QUOTED PRICES (LEVEL 1) | OTHER SIGNIFICANT OBSERVABLE INPUTS (LEVEL 2) | SIGNIFICANT UNOBSERVABLE INPUTS (LEVEL 3) | TOTAL |
| Other Financial Instruments: | | | | |
| Futures Contracts | \$ 7,568 | | | \$ 7,568 |

See Schedule of Investments for additional detailed categorizations.

ITEM 2. CONTROLS AND PROCEDURES.

- (a) The registrant's principal executive officer and principal financial officer have concluded that the registrant's disclosure controls and procedures (as defined in Rule 30a-3(c) under the Investment Company Act of 1940, as amended (the "1940 Act")) are effective as of a date within 90 days of the filing date of this report that includes the disclosure required by this paragraph, based on their evaluation of the disclosure controls and procedures required by Rule 30a-3(b) under the 1940 Act and 15d-15(b) under the Securities Exchange Act of 1934.

- (b) There were no changes in the registrant's internal control over financial reporting (as defined in Rule 30a-3(d) under the 1940 Act) that occurred during the registrant's last fiscal quarter that have materially affected, or are likely to materially affect the registrant's internal control over financial reporting.

ITEM 3. EXHIBITS.

Certifications pursuant to Rule 30a-2(a) under the Investment Company Act of 1940, as amended, are 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.

Western Asset Intermediate Muni Fund Inc.

By /s/ JANE TRUST
 Jane Trust
 Chief Executive Officer

Date: October 26, 2018

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 /s/ JANE TRUST
 Jane Trust
 Chief Executive Officer

Date: October 26, 2018

By /s/ RICHARD F. SENNETT
 Richard F. Sennett
 Principal Financial Officer

Date: October 26, 2018