

HIGH YIELD INCOME FUND INC  
Form N-Q  
July 29, 2005

**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:	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:	8/31/2005
Date of reporting period:	5/31/2005

**Item 1. Schedule of Investments [INSERT REPORT]**

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

Schedule of Investments as of May 31, 2005 (Unaudited)

THE HIGH YIELD INCOME FUND, INC.

Description	Moody's Rating	Interest Rate	Maturity Date	Principal Amount (000)	Value
<b>LONG-TERM INVESTMENTS 134.5%</b>					
<b>ASSET BACKED SECURITIES 0.1%</b>					
Continental Airlines, Inc., Pass-thru Certs., Ser. 1998-1, Class B Total asset backed securities (cost \$70,116)	Ba2	6.748%	3/15/17	\$ 97(g)	76,351
<b>CORPORATE BONDS 130.0%</b>					
<b>Aerospace/Defense 3.0%</b>					
Alliant Techsystems, Inc., Sr. Sub. Notes	B2	8.50	5/15/11	200(g)	210,250
Argo-Tech Corp., Sr. Notes	B3	9.25	6/1/11	55	59,400
BE Aerospace, Inc., Sr. Sub. Notes, Ser. B	Caa2	8.00	3/1/08	50(g)	50,000
Sr. Sub. Notes, Ser. B	Caa2	8.875	5/1/11	235(g)	239,700
Esterline Technologies Corp., Sr. Sub. Notes	B1	7.75	6/15/13	300(g)	319,500
K&F Acquisition, Inc., Sr. Sub. Notes	Caa1	7.75	11/15/14	150(j)	150,000
L-3 Communications Corp., Sr. Sub. Notes	Ba3	7.625	6/15/12	325(g)	344,500
Sequa Corp., Sr. Notes, Ser. B	B1	8.875	4/1/08	200(g)	214,000
Standard Aerospace Holdings, Inc., Sr. Sub. Notes	Caa1	8.25	9/1/14	125(j)	130,937
TransDigm, Inc., Sr. Sub. Notes	B3	8.375	7/15/11	180(g)	187,200
					1,905,487
<b>Airlines 0.4%</b>					
AMR Corp., Debs.	Caa2	10.00	4/15/21	125(g)	82,500
M.T.N., Ser. B	Caa2	10.40	3/10/11	100(g)	75,000
Delta Air Lines, Inc., Notes	Ca	8.30	12/15/29	340(g)	95,200
Northwest Airlines Corp., Sr. Notes	Caa1	10.00	2/1/09	25	13,125
					265,825
<b>Automotive 4.1%</b>					
ArvinMeritor, Inc., Notes	Ba1	8.75	3/1/12	495	495,000
Ford Motor Credit Co., Notes	Baa2	7.875	6/15/10	150	147,375
General Motors Acceptance Corp., Notes	Baa2	6.125	9/15/06	350	348,778
Notes	Baa2	6.875	8/28/12	225	194,063
Notes	Baa2	6.75	12/1/14	100	84,818
Lear Corp., Sr. Notes, Ser. B	Baa3	8.11	5/15/09	250	255,515
Navistar International Corp., Sr. Notes	Ba3	7.50	6/15/11	120(g)	122,100
Tenneco Automotive, Inc., Sr. Sub. Notes	B2	8.625	11/15/14	175	168,875
	Ba3	9.375	2/15/13	331(g)	357,480

TRW Automotive, Inc.,  
Sr. Notes

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

Schedule of Investments as of May 31, 2005 (Unaudited)

THE HIGH YIELD INCOME FUND, INC.

Description	Moody's Rating	Interest Rate	Maturity Date	Principal Amount (000)	Value
Sr. Sub. Notes	B1	11.00%	2/15/13	\$ 50(g)	54,750
Visteon Corp., Sr. Notes	B3	8.25	8/1/10	250(g)	231,250
Sr. Notes	B3	7.00	3/10/14	205(g)	171,175
					<u>2,631,179</u>
<b>Banking 0.7%</b>					
Halyk Bank of Kazakhstan, Notes (Kazakhstan)	Baa2	8.125	10/7/09	100(c)(j)	103,250
Kazkommerts International BV (Netherlands), Gtd. Notes	Baa2	8.50	4/16/13	205(c)(j)	212,944
Notes	Baa2	7.00	11/3/09	105(c)(g)(j)	104,475
					<u>420,669</u>
<b>Building Materials &amp; Construction 2.2%</b>					
Beazer Homes USA, Inc., Sr. Notes	Ba1	8.625	5/15/11	110(g)	116,325
D.R. Horton, Inc., Sr. Notes	Ba1	8.00	2/1/09	375(g)	407,941
Sr. Notes	Ba1	5.625	1/15/16	300	292,707
KB HOME, Sr. Notes	Ba1	6.375	8/15/11	150(g)	154,375
Sr. Sub. Notes	Ba2	8.625	12/15/08	160(g)	174,318
Nortek, Inc., Sr. Sub. Notes	Caa1	8.50	9/1/14	300	268,500
					<u>1,414,166</u>
<b>Cable 4.6%</b>					
Callahan Nordrhein Westfalen (Germany), Sr. Disc. Notes, Zero Coupon (until 7/15/05) (cost \$331,230; purchased 6/29/00)	NR	Zero	7/15/10	500(a)(c)(g)(h)	45,000
Charter Communciations Operating LLC, Sr. Notes	B2	8.375	4/30/14	100(j)	100,250
Charter Communications Holdings II, Sr. Notes	Caa1	10.25	9/15/10	325	329,875
Charter Communications Holdings LLC, Sr. Disc. Notes, Zero Coupon (until 5/15/06)	Ca	Zero	5/15/11	500(g)	323,750
Sr. Notes	Ca	10.75	10/1/09	100	77,500
Sr. Notes	Ca	10.25	1/15/10	195	143,812
Sr. Notes	Ca	11.125	1/15/11	400	298,000
Sr. Notes	Ca	10.00	5/15/11	200	145,500
CSC Holdings, Inc., Sr. Notes	B1	7.875	12/15/07	350(g)	365,313

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

Sr. Notes, Ser. B	B1	8.125	7/15/09	50(g)	53,125
Sr. Sub. Notes, Ser. B	B1	7.625	4/1/11	100(g)	106,000
Kabel Deutschland GmbH, Sr. Notes, (Germany)	B2	10.625	7/1/14	200(c)(j)	213,500

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

Schedule of Investments as of May 31, 2005 (Unaudited)

THE HIGH YIELD INCOME FUND, INC.

Description	Moody's Rating	Interest Rate	Maturity Date	Principal Amount (000)	Value
NTL Cable PLC (United Kingdom), Sr. Notes	B3	8.141%	10/15/12	\$ 750(c)(j)(k)	765,000
					2,966,625
<b>Capital Goods 7.4%</b>					
ALH Finance LLC, Sr. Sub. Notes	B3	8.50	1/15/13	300	280,500
Allied Waste North America, Inc., Sr. Notes	B2	8.50	12/1/08	135(g)	140,737
Sr. Notes	B2	5.75	2/15/11	450(g)	419,625
Sr. Notes	B2	7.25	3/15/15	95(g)(j)	91,675
Sr. Sec d. Notes, Ser B.	B2	9.25	9/1/12	167(g)	179,525
Blount, Inc., Sr. Sub. Notes	Caa1	8.875	8/1/12	300(g)	313,500
Case New Holland, Inc., Sr. Notes	Ba3	9.25	8/1/11	230(g)(j)	242,650
Flowsolve Corp., Sr. Sub. Notes	B2	12.25	8/15/10	250(g)	268,125
Great Lakes Dredge & Dock Corp., Sr. Sub. Notes, Ser. B	Caa3	7.75	12/15/13	90	69,300
Invensys PLC, Sr. Notes (United Kingdom)	B3	9.875	3/15/11	130(c)(g)(j)	122,525
JohnsonDiversey Holdings, Inc., Sr. Disc. Notes, Zero Coupon (until 5/15/07)(cost \$311,637; purchased 3/9/04)	Caa1	Zero	5/15/13	350(g)(h)	248,500
Joy Global, Inc., Sr. Sub. Notes, Ser. B	Ba2	8.75	3/15/12	350	392,000
Manitowoc Co., Inc. (The), Sr. Sub. Notes	B2	10.50	8/1/12	260	291,200
Mueller Group, Inc., Sr. Sub. Notes	Caa1	10.00	5/1/12	115	120,750
Rexnord Corp., Sr. Sub. Notes	B3	10.125	12/15/12	225(g)	240,750
Stena AB (Sweden), Sr. Notes	Ba3	9.625	12/1/12	100(c)(g)	109,250
Sr. Notes	Ba3	7.50	11/1/13	275(c)(g)	268,813
Terex Corp., Sr. Sub. Notes	B3	9.25	7/15/11	50(g)	54,000
Sr. Sub. Notes	B3	7.375	1/15/14	275(g)(j)	281,875
Sr. Sub. Notes, Ser. B	B3	10.375	4/1/11	240(g)	260,400
UCAR Finance, Inc., (cost \$73,815; purchased 2/14/03)	B2	10.25	2/15/12	75(g)(h)	77,625
United Rentals North America, Inc., Sr. Sub. Notes	B2	7.75	11/15/13	275(g)	272,250
					4,745,575
<b>Chemicals 12.8%</b>					
BCI Finance Corp., Sr. Sec d. Notes	B3	8.78	7/15/10	275(j)(k)	275,000
Borden U.S. Finance Corp., Sr. Sec d. Notes	B3	7.891	7/15/10	500(g)(j)(k)	497,500

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

Equistar Chemicals Funding LP,  
Notes (cost \$141,943;  
purchased 5/5/03)

BB-(e)

6.50

2/15/06

140(g)(h)

140,700



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

Schedule of Investments as of May 31, 2005 (Unaudited)

THE HIGH YIELD INCOME FUND, INC.

Description	Moody's Rating	Interest Rate	Maturity Date	Principal Amount (000)	Value
Sr. Notes	B2	10.125%	9/1/08	\$ 215	233,275
Sr. Notes	B2	10.625	5/1/11	85(g)	93,713
Hercules, Inc., Debs. (cost \$607,250; purchased 5/7/03)	Ba1	6.60	8/1/27	600(g)(h)	606,000
Sr. Notes	Ba2	11.125	11/15/07	125(g)	141,250
Huntsman Advanced Materials, Inc., Sr. Sec d. Notes, Ser. L	Ba3	11.00	7/15/10	360(j)	410,400
Huntsman ICI Chemicals LLC, Sr. Sub. Notes	B3	10.125	7/1/09	42	43,575
Huntsman International LLC, Sr. Notes	B2	9.875	3/1/09	680(g)	727,600
Huntsman LLC, Sr. Sec d. Notes	B1	11.625	10/15/10	450(g)	517,500
IMC Global, Inc., Debs.,	B1	6.875	7/15/07	300(g)	300,000
Sr. Notes	Ba3	10.875	8/1/13	300	349,500
Sr. Notes, Ser. B	Ba3	11.25	6/1/11	200	221,000
Sr. Notes, Ser. B	Ba3	10.875	6/1/08	100(g)	111,500
Sr. Notes, Ser. B	Ba3	11.25	6/1/11	100(g)	110,500
ISP Chemco, Inc., Notes, Ser. B	B1	10.25	7/1/11	485(g)	522,587
Koppers, Inc., Sr. Sec d. Notes	B2	9.875	10/15/13	455	484,575
Lyondell Chemical Co., Sr. Sec d. Notes	B1	9.50	12/15/08	850	903,125
Sr. Sec d. Notes	B1	10.50	6/1/13	224	255,640
Sr. Sec d., Ser. B	B1	9.875	5/1/07	30(g)	30,750
Nalco Co., Sr. Notes	B2	7.75	11/15/11	140	146,300
Sr. Sub. Notes	Caa1	8.875	11/15/13	235	245,575
PQ Corp., Gtd. Notes	B3	7.50	2/15/13	275(j)	265,375
Rhodia SA (France), Sr. Notes	B3	10.25	6/1/10	125(c)(g)	133,125
Sr. Sub. Notes	Caa1	8.875	6/1/11	140(c)	134,400
Rockwood Specialties, Inc., Sr. Sub. Notes (cost \$160,500; purchased 4/26/04)	B3	10.625	5/15/11	150(h)	160,500
Westlake Chemical Corp., Sr. Notes	Ba2	8.75	7/15/11	140(g)	151,900
					8,212,865
<b>Consumer 1.8%</b>					
Coinmach Corp., Sr. Notes	B3	9.00	2/1/10	114	116,850
K2, Inc., Sr. Notes	Ba3	7.375	7/1/14	150	156,000
Levi Strauss & Co., Sr. Notes	Caa3	12.25	12/15/12	275	298,375
Propex Fabrics, Inc., Sr. Notes	Caa1	10.00	12/1/12	275	258,500
Rayovac Corp., Sr. Sub. Notes	B3	8.50	10/1/13	80(g)	83,400
Service Corp. International, Inc., Notes	Ba3	6.50	3/15/08	25	25,563

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

Sr. Notes	Ba3	6.00	12/15/05	235(g)	<u>235,881</u>
					<u>1,174,569</u>

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

Schedule of Investments as of May 31, 2005 (Unaudited)

THE HIGH YIELD INCOME FUND, INC.

Description	Moody's Rating	Interest Rate	Maturity Date	Principal Amount (000)	Value
<b>Electric 11.4%</b>					
AES Corp., Sr. Notes	B1	9.50%	6/1/09	\$ 75(g)	83,250
Sr. Notes	B1	9.375	9/15/10	700	787,500
Sr. Notes	Ba3	8.75	5/15/13	90(j)	99,900
AES Eastern Energy LP, Pass-Through Cert., Ser 1999-A	Ba1	9.00	1/2/17	213(g)	243,727
Allegheny Energy Supply Co., LLC, Notes	B2	8.25	4/15/12	95(g)(j)	103,431
Aquila, Inc., Sr. Notes	B2	9.95	2/1/11	195(g)	208,650
Calpine Corp., Sr. Sec d. Notes	Caa1	8.75	7/15/13	785(g)(j)	555,387
CMS Energy Corp., Sr. Notes	B1	7.50	1/15/09	120(g)	124,500
Dynegy Holdings, Inc., Debs. Debs.	Caa2	7.125	5/15/18	50	45,000
Sr. Notes	Caa2	7.625	10/15/26	75	66,750
Sr. Sec d. Notes	Caa2	6.875	4/1/11	75	71,250
Sr. Sec d. Notes	B3	9.875	7/15/10	20(j)	21,750
Sr. Sec d. Notes	B3	10.125	7/15/13	340(g)(j)	377,400
Edison Mission Energy, Sr. Notes	B1	7.73	6/15/09	275(g)	286,000
Empresa Nacional de Electricidad (Chile), Notes	Ba1	8.35	8/1/13	670(c)(g)	767,740
Homer City Funding LLC, Sr. Sec d. Bonds	Ba2	8.137	10/1/19	144(g)	155,520
Midland Funding Corp., Debs., Ser. B	Ba3	13.25	7/23/06	305(g)	325,218
Midland Funding Corp. II, Deb., Ser. A	Ba3	11.75	7/23/05	136(g)	137,190
Midwest Generation LLC, Pass-thru Certs., Ser. A (cost \$200,488; purchased 11/20/03)	B1	8.30	7/2/09	195(g)(h)	202,800
Pass-thru Certs., Ser. B	B1	8.56	1/2/16	40	43,400
Sr. Sec d. Notes	B1	8.75	5/1/34	325(g)	362,375
Mirant Corp., Sr. Notes		7.40	7/15/49	75(a)(j)	58,125
Mission Energy Holding Co., Sr. Sec d. Notes	B2	13.50	7/15/08	75(g)	88,500
Nevada Power Co., Gen. Ref. Mtge., Notes, Ser. E	Ba2	10.875	10/15/09	15	16,837
Gen. Ref. Mtge., Notes, Ser. I	Ba2	6.50	4/15/12	130	132,925
NoteCo Ltd., Notes, Ser. B, F.R.N. (United Kingdom)	NR	6.92	6/30/25	GBP 11(a)(k)	25,378
NRG Energy, Inc., Sr. Sec d. Notes	B1	8.00	12/15/13	\$ 426(g)(j)	449,430
Orion Power Holdings, Inc., Sr. Notes	B2	12.00	5/1/10	370(g)	442,150
Reliant Resources, Inc., Sr. Sec d. Notes	B1	9.50	7/15/13	400(g)	436,000
Sierra Pacific Resources, Inc., Sr. Notes	B2	8.625	3/15/14	95	102,838
TECO Energy, Inc., Notes	Ba2	7.50	6/15/10	400(g)	427,000
UtiliCorp Canada Finance Corp., (Canada) Gtd. Notes	B2	7.75	6/15/11	40(c)	40,200



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

Schedule of Investments as of May 31, 2005 (Unaudited)

THE HIGH YIELD INCOME FUND, INC.

Description	Moody's Rating	Interest Rate	Maturity Date	Principal Amount (000)	Value
<b>Energy - Other 5.1%</b>					
Chesapeake Energy Corp., Sr. Notes	Ba3	7.00%	8/15/14	\$ 150(g)	158,250
Sr. Notes	Ba3	6.375	6/15/15	200(g)(j)	204,000
Sr. Notes	Ba3	6.875	1/15/16	200(g)	209,000
Encore Acquisition Co., Sr. Sub. Notes	B2	6.25	4/15/14	75	73,125
Evergreen Resources, Inc., Sr. Sub. Notes	Baa3	5.875	3/15/12	225(g)	219,673
Forest Oil Corp., Sr. Notes	Ba3	8.00	6/15/08	100(g)	106,000
Sr. Notes	Ba3	8.00	12/15/11	95(g)	104,025
Hanover Equipment Trust, Sr. Sec d. Notes, Ser. A	B2	8.50	9/1/08	105(g)	108,675
Sr. Sec d. Notes, Ser. B	B2	8.75	9/1/11	125(g)	129,687
Houston Exploration Co., Sr. Sub. Notes	B2	7.00	6/15/13	100(g)	102,250
Magnum Hunter Resources, Inc., Sr. Notes	B2	9.60	3/15/12	23(g)	25,300
Newfield Exploration Co., Sr. Sub. Notes	Ba3	8.375	8/15/12	100(g)	108,500
Sr. Sub. Notes	Ba3	6.625	9/1/14	75	76,688
Parker Drilling Co., Sr. Notes	B2	9.625	10/1/13	450(g)	506,250
Sr. Notes, Ser. B	B2	10.125	11/15/09	88	92,510
Premcor Refining Group, Inc., Sr. Notes	Ba3	6.75	2/1/11	100(g)	106,500
Sr. Notes	Ba3	9.50	2/1/13	235(g)	268,487
Sr. Notes	Ba3	6.75	5/1/14	85(g)	90,100
Sr. Sub. Notes	B2	7.75	2/1/12	125	135,000
Pride International, Inc., Sr. Notes	Ba2	7.375	7/15/14	125(g)	137,188
Vintage Petroleum, Inc., Sr. Sub. Notes	B1	7.875	5/15/11	275(g)	290,125
					<u>3,251,333</u>
<b>Foods 3.5%</b>					
Agrilink Foods, Inc., Sr. Sub. Notes (cost \$20,076; purchased 4/11/00)	B3	11.875	11/1/08	21(g)(h)	21,735
Ahold Finance USA, Inc., Gtd. Notes	Ba2	8.25	7/15/10	75(g)	81,750
Carrols Corp., Sr. Sub. Notes	B3	9.00	1/15/13	175(g)(j)	177,625
Del Monte Corp., Sr. Sub. Notes	B2	8.625	12/15/12	250(g)	272,500
Sr. Sub. Notes	B2	6.75	2/15/15	625(j)	623,437
Delhaize America, Inc., Notes	Ba1	8.125	4/15/11	125(g)	139,600
Dole Food, Inc., Sr. Notes	B2	8.625	5/1/09	115	121,900
Sr. Notes	B2	7.25	6/15/10	100	101,500
Sr. Notes	B2	8.875	3/15/11	41	43,665

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

Dominos, Inc., Sr. Sub. Notes	B2	8.25	7/1/11	73(g)	76,650
Pathmark Stores, Inc., Sr. Sub. Notes	Caa1	8.75	2/1/12	140(g)	136,500
Smithfield Foods, Inc.,					

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

Schedule of Investments as of May 31, 2005 (Unaudited)

THE HIGH YIELD INCOME FUND, INC.

Description	Moody's Rating	Interest Rate	Maturity Date	Principal Amount (000)	Value
Sr. Notes	Ba2	7.00%	8/1/11	\$ 125	130,938
Sr. Notes	Ba2	7.75	5/15/13	200(g)	218,000
Stater Brothers Holdings, Inc., Sr. Notes	B1	8.125	6/15/12	75(g)	72,938
					<u>2,218,738</u>
<b>Gaming 6.9%</b>					
Argosy Gaming Co., Sr. Sub. Notes	Ba3	9.00	9/1/11	75(g)	82,312
Aztar Corp., Sr. Sub. Notes	Ba3	7.875	6/15/14	210(g)	221,025
Boyd Gaming Corp., Sr. Sub. Notes	B1	8.75	4/15/12	200(g)	217,000
Isle of Capri Casinos, Inc., Sr. Sub. Notes	B2	9.00	3/15/12	110(g)	118,800
Sr. Sub. Notes	B2	7.00	3/1/14	50	49,125
Kerzner International Ltd. (Bahamas), Sr. Sub. Notes	B2	8.875	8/15/11	315(c)(g)	337,050
Mandalay Resort Group, Sr. Notes	Ba2	9.50	8/1/08	250(g)	277,500
MGM MIRAGE, Sr. Notes	Ba2	6.00	10/1/09	825(g)	823,969
Sr. Sub. Notes	Ba3	9.75	6/1/07	480(g)	519,000
Mohegan Tribal Gaming Authority, Sr. Sub. Notes	Ba3	6.375	7/15/09	150(g)	151,875
Sr. Sub. Notes	Ba3	8.00	4/1/12	175(g)	187,687
Sr. Sub. Notes	Ba3	7.125	8/15/14	50	51,063
Park Place Entertainment Corp., Sr. Notes	Ba1	7.50	9/1/09	610(g)	666,425
Sr. Sub. Notes	Ba2	8.125	5/15/11	85(g)	96,581
Penn National Gaming, Inc., Sr. Sub. Notes	B3	6.75	3/1/15	150(j)	146,250
Station Casinos, Inc., Sr. Notes	Ba3	6.00	4/1/12	200(g)	200,500
Wynn Las Vegas LLC, Frist Mtge., Bonds	B2	6.625	12/1/14	250(g)(j)	240,000
					<u>4,386,162</u>
<b>Healthcare &amp; Pharmaceutical 10.2%</b>					
Alliance Imaging, Inc., Sr. Sub. Notes	B3	7.25	12/15/12	100(g)(j)	95,000
Concentra Operating Corp., Sr. Sub. Notes	B3	9.50	8/15/10	275(g)	287,375
Coventry Health Care, Inc., Sr. Notes	Ba1	8.125	2/15/12	200	215,000
Elan Finance PLC (Ireland), Sr. Notes	B3	7.75	11/15/11	100(c)(j)	86,500
HCA, Inc., Deb.	Ba2	8.36	4/15/24	100	110,785
Deb.	Ba2	7.50	11/15/95	150(g)	145,213
Notes	Ba2	7.50	11/6/33	100(g)	104,888

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

HEALTHSOUTH Corp., Sr. Notes	NR	6.875	6/15/05	100(g)	100,000
---------------------------------	----	-------	---------	--------	---------



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

Schedule of Investments as of May 31, 2005 (Unaudited)

THE HIGH YIELD INCOME FUND, INC.

Description	Moody's Rating	Interest Rate	Maturity Date	Principal Amount (000)	Value
Sr. Notes	NR	8.50%	2/1/08	\$ 200	202,000
Sr. Notes	NR	7.625	6/1/12	275	264,000
Sr. Sub. Notes	NR	10.75	10/1/08	150	154,875
Inverness Medical Innovations, Inc., Sr. Sub. Notes	Caa1	8.75	2/15/12	165	160,050
Magellan Health Services, Inc., Sr. Notes	B3	9.375	11/15/08	831(g)	882,811
MedCo Health Solutions, Inc., Sr. Notes	Ba1	7.25	8/15/13	145(g)	162,466
Medical Device Manufacturing, Inc., Sr. Sub. Notes	Caa1	10.00	7/15/12	300(j)	318,000
MedQuest, Inc., Sr. Sub. Notes	Caa1	11.875	8/15/12	275(g)	275,000
Omega Healthcare Investors, Inc., Notes	B1	6.95	8/1/07	275(g)	279,812
Sr. Notes	B1	7.00	4/1/14	100(g)	99,750
Res-Care, Inc., Sr. Notes	B2	10.625	11/15/08	335(g)	353,425
Select Medical Corp., Sr. Sub. Notes	B3	7.625	2/1/15	150(j)	148,125
Senior Housing Properties Trust, Sr. Notes	Ba2	8.625	1/15/12	150(g)	164,250
Tenet Healthcare Corp., Sr. Notes	B3	6.375	12/1/11	75(g)	72,000
Sr. Notes	B3	6.50	6/1/12	110(g)	105,050
Vanguard Health Holding Co. II LLC, Sr. Sub. Notes	Caa1	9.00	10/1/14	250	270,000
Ventas Realty LP, Sr. Notes	Ba3	8.75	5/1/09	280	303,100
Sr. Notes	Ba3	6.75	6/1/10	200(j)	204,000
Sr. Notes	Ba3	9.00	5/1/12	145(g)	164,575
Sr. Notes	Ba3	6.625	10/15/14	150	149,250
Sr. Notes	Ba3	7.125	6/1/15	125(j)	127,500
Warner Chilcott Corp., Sr. Sub. Notes	Caa1	8.75	2/1/15	525(j)	506,625
					6,511,425
<b>Lodging 5.5%</b>					
Felcore Lodging LP, Sr. Notes	B1	6.874	6/1/11	125(k)	128,438
Sr. Notes	B1	9.00	6/1/11	150(g)	159,750
Felcore Suites LP, Gtd. Notes	B1	7.625	10/1/07	125(g)	129,844
HMH Properties, Inc., Sr. Notes, Ser. B	Ba3	7.875	8/1/08	64	65,120
Host Marriott LP, Sr. Notes, Ser. I	Ba3	9.50	1/15/07	275(g)	292,875
Sr. Notes, Ser. J	Ba3	7.125	11/1/13	400	412,000
Sr. Notes, Ser. L	Ba3	7.00	8/15/12	200	205,500
ITT Corp., Debs. Notes	Ba1	7.375	11/15/15	150(g)	164,812
	Ba1	6.75	11/15/05	90(g)	90,788
John Q. Hammons Hotels, Inc., Notes, First Mtge., Ser. B	B2	8.875	5/15/12	100	108,750

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

La Quinta Inns, Inc., Sr.  
Notes

Ba3

7.40

9/15/05

445(g)

448,338

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

Schedule of Investments as of May 31, 2005 (Unaudited)

THE HIGH YIELD INCOME FUND, INC.

Description	Moody's Rating	Interest Rate	Maturity Date	Principal Amount (000)	Value
La Quinta Properties, Inc., Sr. Notes	Ba3	8.875%	3/15/11	\$ 100(g)	108,000
Royal Caribbean Cruises Ltd. (Liberia), Sr. Notes	Ba1	8.00	5/15/10	350(c)(g)	385,000
Sr. Notes	Ba1	6.875	12/1/13	75(c)(g)	78,562
Sr. Notes	Ba1	7.50	10/15/27	50(c)(g)	52,000
Starwood Hotels & Resorts					
Worldwide, Inc., Sr. Notes	Ba1	7.375	5/1/07	570(g)	594,225
Sr. Notes	Ba1	7.875	5/1/12	70(g)	78,312
					3,502,314
<b>Media &amp; Entertainment 10.1%</b>					
AMC Entertainment, Inc., Sr. Sub. Notes	B2	8.625	8/15/12	275(g)(j)	287,375
Sr. Sub. Notes	B3	8.00	3/1/14	100	90,500
American Color Graphics, Inc., Sr. Sec d. Notes	Caa3	10.00	6/15/10	55(g)	35,269
CanWest Media, Inc. (Canada), Sr. Notes, Ser. B	Ba3	7.625	4/15/13	60(c)(g)	64,200
Sr. Sub. Notes	B2	10.625	5/15/11	225(c)(g)	245,531
Dex Media East LLC, Sr. Sub. Notes	B2	12.125	11/15/12	361(g)	432,297
Dex Media West LLC, Sr. Sub. Notes	B2	9.875	8/15/13	460(g)	525,550
Dex Media, Inc., Notes	B3	8.00	11/15/13	165	175,312
DirecTV Holdings LLC, Sr. Notes	Ba2	8.375	3/15/13	153(g)	169,448
EchoStar DBS Corp., Sr. Notes	Ba3	9.125	1/15/09	152(g)	162,070
Gray Television, Inc., Sr. Sub. Notes	B2	9.25	12/15/11	285(g)	310,650
Intelsat Ltd. (Bermuda), Sr. Notes	B2	7.805	1/15/12	375(c)(j)(k)	380,625
Intrawest Corp. (Canada), Sr. Notes	B1	7.50	10/15/13	150(c)	151,500
LCE Acquisition Corp., Sr. Sub. Notes	B3	9.00	8/1/14	60(j)	58,200
MediaNews Group, Inc., Sr. Sub. Notes	B2	6.875	10/1/13	200(g)	194,000
Morris Publishing Co. LLC, Sr. Sub. Notes	Ba3	7.00	8/1/13	65	61,913
New Skies Satellites NV (Netherlands), Sr. Notes	B3	8.539	11/1/11	200(c)(g)(j)(k)	202,000
PRIMEDIA, Inc., Sr. Notes	B2	8.643	5/15/10	200(g)(k)	210,000
Quebecor Media, Inc. (Canada), Sr. Disc. Notes, Zero Coupon (until 7/15/06)	B2	Zero	7/15/11	400(c)(g)	396,000
Rainbow National Services LLC, Sr. Notes	B3	8.75	9/1/12	125(j)	137,344
	B2	10.875	12/15/12	200(g)(j)	231,500

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

RH Donnelley Finance Corp.,

Sr. Sub. Notes

Sinclair Broadcast Group,

Inc., Sr. Sub. Notes

Six Flags, Inc., Sr. Notes

B2	8.75	12/15/11	165	174,900
Caa1	9.625	6/1/14	160(g)	139,600

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

Schedule of Investments as of May 31, 2005 (Unaudited)

THE HIGH YIELD INCOME FUND, INC.

Description	Moody's Rating	Interest Rate	Maturity Date	Principal Amount ('000)	Value
Sun Media Corp. (Canada), Gtd. Notes	Ba3	7.625%	2/15/13	\$ 400(c)(g)	420,000
Susquehanna Media Co., Sr. Sub. Notes	B1	7.375	4/15/13	300(g)	312,000
Universal City Florida Holding Co., Sr. Notes	B-(e)	7.96	5/1/10	400(k)	416,000
Vail Resorts, Inc., Sr. Sub. Notes	B2	6.75	2/15/14	150	149,250
Vertis, Inc., Sr. Note, Ser. B	Caa1	10.875	6/15/09	115(g)	112,125
Sr. Notes	B3	9.75	4/1/09	200(g)	208,000
					<u>6,453,159</u>
<b>Metals 5.8%</b>					
AK Steel Corp., Sr. Notes	B1	7.75	6/15/12	110(g)	99,825
AK Steel Holdings Corp., Sr. Notes	B1	7.875	2/15/09	190(g)	179,550
Arch Western Finance LLC, Sr. Notes	Ba3	6.75	7/1/13	200	204,000
Century Aluminum Co., Sr. Notes	B1	7.50	8/15/14	325(g)	318,500
Foundation Coal Co., Gtd. Notes	B1	7.25	8/1/14	200	206,000
Ispat Inland ULC (Canada), Sr. Sec d. Notes	Ba1	9.75	4/1/14	650(c)	757,250
Novelis, Inc. (Canada), Sr. Notes	B1	7.25	2/15/15	525(c)(j)	514,500
Oregon Steel Mills, Inc., First Mtge. Notes	B1	10.00	7/15/09	510	550,800
Russel Metals, Inc. (Canada), Sr. Notes	Ba3	6.375	3/1/14	265(c)(g)	254,400
Ryerson Tull, Inc., Sr. Notes	B2	8.25	12/15/11	150	133,500
United States Steel Corp., Sr. Notes	Ba2	10.75	8/1/08	225(g)	254,250
Sr. Notes	Ba2	9.75	5/15/10	150	163,875
Wise Metals Group LLC, Sr. Sec d. Notes	B2	10.25	5/15/12	75	61,875
					<u>3,698,325</u>
<b>Packaging 4.2%</b>					
AEP Industries, Inc., Sr. Notes	B2	7.875	3/15/13	215(j)	214,726
Anchor Glass Container Corp., Sr. Sec d. Notes, Ser. B	B2	11.00	2/15/13	180(g)	144,900
Berry Plastics Corp., Sr. Sub. Notes	B3	10.75	7/15/12	275(g)	298,375
Crown Cork & Seal Finance PLC (United Kingdom), Notes	B3	7.00	12/15/06	435(c)(g)	445,875
Graham Packaging Co., Inc., Sr. Notes	Caa1	8.50	10/15/12	100(j)	100,500

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

Sr. Sub. Notes	Caa2	9.875	10/15/14	250(j)	248,125
Greif Brothers. Corp., Sr. Sub. Notes	B1	8.875	8/1/12	480	516,600

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

Schedule of Investments as of May 31, 2005 (Unaudited)

THE HIGH YIELD INCOME FUND, INC.

Description	Moody's Rating	Interest Rate	Maturity Date	Principal Amount (000)	Value
Owens-Brockway Glass Container, Inc., Sr. Sec d. Notes	B1	7.75%	5/15/11	\$ 45(g)	47,925
Sr. Sec d. Notes	B1	8.75	11/15/12	485(g)	533,500
Silgan Holdings, Inc., Sr. Sub. Notes	B1	6.75	11/15/13	125(g)	125,000
					2,675,526
<b>Paper 7.3%</b>					
Ainsworth Lumber Co. Ltd. (Canada), Sr. Notes	B2	6.84	10/1/10	400(c)(k)	400,000
Boise Cascade LLC, Sr. Notes	B1	6.016	10/15/12	900(g)(j)(k)	900,000
Bowater Finance Corp. (Canada), Notes	Ba3	7.95	11/15/11	25(c)(g)	25,625
Caraustar Industries, Inc., Sr. Sub. Notes	Caa1	9.875	4/1/11	125	119,063
Cascades, Inc. (Canada), Sr. Notes	Ba3	7.25	2/15/13	250(c)(g)(j)	243,750
Cellu Tissue Holdings, Inc., Sr. Sec d. Notes	B2	9.75	3/15/10	300(g)	302,250
Georgia-Pacific Corp., Debs. Notes, (cost \$523,125; purchased 5/13/04)	Ba3	7.50	5/15/06	500(g)(h)	513,750
Sr. Notes	Ba2	9.375	2/1/13	150(g)	169,875
Jefferson Smurfit Corp., Sr. Notes	B2	8.25	10/1/12	400	393,000
Sr. Notes	B2	7.50	6/1/13	200	187,000
Mercer International, Inc., Sr. Notes	Caa1	9.25	2/15/13	100	83,000
Millar Western Forest Products Ltd. (Canada), Sr. Notes	B2	7.75	11/15/13	130(c)	118,300
Norampac, Inc. (Canada), Sr. Notes	Ba2	6.75	6/1/13	200(c)(g)	197,000
Norske Skog Canada Ltd. (Canada), Sr. Notes	Ba3	7.375	3/1/14	150(c)(g)	140,250
Smurfit-Stone Container Corp., Sr. Notes	B2	9.25	2/1/08	226	233,345
Sr. Notes	B2	8.375	7/1/12	75	74,812
Tembec Industries, Inc. (Canada), Sr. Notes	B3	8.625	6/30/09	60(c)	48,600
Sr. Notes	B3	7.75	3/15/12	265(c)(g)	196,762
					4,683,507
<b>Pipelines &amp; Other 4.1%</b>					
El Paso Corp., Sr. Notes	Caa1	7.00	5/15/11	465(g)	452,212
El Paso Production Holding Co., Sr. Notes	B3	7.75	6/1/13	325(g)	337,188
	B2	8.75	6/15/12	100(g)	98,000

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

Ferrellgas Partners LP,  
Sr. Notes

Sr. Notes	Ba3	6.75	5/1/14	50	46,500
-----------	-----	------	--------	----	--------

Inergy Finance Corp., Sr.  
Notes

Notes	B1	6.875	12/15/14	150(j)	140,250
-------	----	-------	----------	--------	---------



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

Schedule of Investments as of May 31, 2005 (Unaudited)

THE HIGH YIELD INCOME FUND, INC.

Description	Moody's Rating	Interest Rate	Maturity Date	Principal Amount (000)	Value
Pacific Energy Partners LP, Sr. Notes	Ba2	7.125%	6/15/14	\$ 100(g)	104,000
Southern Natural Gas Co., Sr. Notes	B1	8.875	3/15/10	250(g)	272,303
Tennessee Gas Pipeline Co., Debs.	B1	7.00	10/15/28	25(g)	25,294
Debs.	B1	7.625	4/1/37	295(g)	312,575
Debs. (cost \$190,205; purchased 12/3/02)	B1	7.00	3/15/27	215(g)(h)	221,044
TransMontaigne, Inc., Sr. Sub. Notes	B3	9.125	6/1/10	85(g)	86,700
Williams Companies, Inc. (The), Notes	B1	7.125	9/1/11	200(g)	214,000
Notes	B1	8.125	3/15/12	300(g)	337,500
					2,647,566
<b>Retailers 2.9%</b>					
Asbury Automotive Group, Inc., Sr. Sub. Notes	B3	8.00	3/15/14	100(j)	95,250
AutoNation, Inc., Sr. Notes	Ba2	9.00	8/1/08	50(g)	54,375
Group 1 Automotive, Inc., Sr. Sub. Notes	B1	8.25	8/15/13	300(g)	301,500
J.C. Penney Co., Inc., Debs.	Ba1	7.40	4/1/37	610(g)	637,450
Jean Coutu Group (PJC), Inc. (The) (Canada), Sr. Notes	B2	7.625	8/1/12	175(c)	178,500
Sr. Sub. Notes	B3	8.50	8/1/14	90(c)	87,525
Pantry, Inc., Sr. Sub. Notes	B3	7.75	2/15/14	175(g)	175,875
Rite Aid Corp., Sr. Sec d. Notes	B2	8.125	5/1/10	20	19,750
Saks, Inc., Notes	B1	7.00	12/1/13	175(g)	158,812
Sonic Automotive, Inc., Sr. Sub. Notes	B2	8.625	8/15/13	110(g)	107,938
Toys R Us, Inc., Notes	Ba2	7.875	4/15/13	25	22,375
					1,839,350
<b>Technology 5.4%</b>					
Amkor Technology, Inc., Sr. Notes	B3	7.125	3/15/11	75	61,125
Flextronics International Ltd. (Singapore), Sr. Sub. Notes	Ba2	6.50	5/15/13	150(c)(g)	152,625
Sr. Sub. Notes	Ba2	6.25	11/15/14	375(c)	373,125
Freescale Semiconductor, Inc., Sr. Notes	Ba2	6.875	7/15/11	175	183,750
Sr. Notes	Ba2	7.125	7/15/14	60(g)	63,600
Iron Mountain, Inc., Sr. Notes	Caa1	8.625	4/1/13	175(g)	178,500
Nortel Networks Ltd. (Canada), Notes	B3	6.125	2/15/06	135(c)(g)	135,675
Sanmina-SCI Corp., Sr. Sec d. Notes	Ba2	10.375	1/15/10	475(g)	524,875
Sr. Sub. Notes	B1	6.75	3/1/13	300(j)	283,500
Seagate Technology, Gtd. Notes	Ba2	8.00	5/15/09	500(g)	536,250



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

Schedule of Investments as of May 31, 2005 (Unaudited)

THE HIGH YIELD INCOME FUND, INC.

Description	Moody's Rating	Interest Rate	Maturity Date	Principal Amount (000)	Value
Sr. Notes	Baa3	3.75%	1/15/09	\$ 250	228,496
Sr. Notes	Baa3	4.875	1/15/14	50	40,750
UGS Corp., Gtd. Notes	B3	10.00	6/1/12	115	126,500
Unisys Corp., Sr. Notes	Ba1	8.125	6/1/06	525(g)	538,125
Xerox Corp., Sr. Notes	Ba2	6.875	8/15/11	50(g)	52,875
					<u>3,479,771</u>
<b>Telecommunications 10.6%</b>					
Alamosa Holdings, Inc.,					
Sr. Notes	Caa1	11.00	7/31/10	150	167,250
Sr. Notes	Caa1	8.50	1/31/12	225	234,563
AT&T Corp.,					
Sr. Notes	Ba1	9.05	11/15/11	135	155,081
Sr. Notes	Ba1	9.75	11/15/31	125(g)	158,750
Centennial Communications Corp., Sr. Notes					
	B3	8.125	2/1/14	225	232,875
Cincinnati Bell, Inc., Sr. Sub. Notes					
	B3	8.375	1/15/14	165(g)	163,350
Citizens Communications Co., Notes					
	Ba3	9.25	5/15/11	260(g)	287,950
Sr. Notes	Ba3	6.25	1/15/13	150(g)	144,750
Crown Castle International Corp.,					
Sr. Notes	B3	9.375	8/1/11	73	80,574
Sr. Notes	B3	10.75	8/1/11	215	228,706
Sr. Notes	B3	7.50	12/1/13	300	339,750
Sr. Notes, Ser. B	B3	7.50	12/1/13	75	84,937
Eircom Funding PLC (Ireland),					
Sr. Sub. Notes	B1	8.25	8/15/13	175(c)(g)	183,750
Hawaiian Telcom Communications, Inc.,					
Sr. Notes	B3	8.914	5/1/13	200(j)(k)	202,500
Sr. Sub. Notes	Caa1	12.50	5/1/15	75(j)	78,000
MCI, Inc.,					
Notes	B2	7.688	5/1/09	650(g)	680,875
Notes	B2	8.735	5/1/14	85	95,200
Nextel Communications, Inc.,					
Sr. Notes	Ba3	7.375	8/1/15	225(g)	243,281
Nextel Partners, Inc., Sr. Notes					
	Ba3	8.125	7/1/11	375(g)	407,813
Qwest Services Corp., Notes	Caa1	13.50	12/15/10	1,427(j)	1,626,780
Rogers Wireless, Inc. (Canada),					
Sr. Sec d. Notes	Ba3	9.625	5/1/11	125(c)(g)	145,312
Sr. Sec d. Notes	Ba3	7.50	3/15/15	150(c)	160,125
Sr. Sub. Notes	B2	8.00	12/15/12	200(c)	212,750
SBA Communications Corp., Sr. Notes					
	Caa1	8.50	12/1/12	50(j)	53,000
Triton PCS, Inc., Sr. Notes	Caa1	8.50	6/1/13	95(g)	85,025
U.S. Unwired, Inc., Sr. Sec d. Notes					
	B2	7.26	6/15/10	75(k)	76,875
UbiquiTel Operating Co., Sr. Notes					
	Caa1	9.875	3/1/11	250	270,000

---

6,799,822

---

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

Schedule of Investments as of May 31, 2005 (Unaudited)

THE HIGH YIELD INCOME FUND, INC.

Description	Moody's Rating	Interest Rate	Maturity Date	Principal Amount (000)	Value	
<b>Total corporate bonds</b>						
(cost \$81,807,076)					83,172,079	
<b>CONVERTIBLE BONDS 0.3%</b>						
Nortel Networks Corp.						
(Canada), Sr. Notes	B3	4.25%	9/1/08	\$ 135(c)(g)	123,356	
Tyco Int'l. Group S.A.						
(Luxembourg), Sr. Notes	Baa3	3.125	1/15/23	40(c)(g)(j)	54,750	
<b>Total convertible bonds</b>						
(cost \$158,371)					178,106	
<b>SOVEREIGN BONDS 1.6%</b>						
Republic of Argentina,						
Bonds, F.R.N.	Caa1	3.01	8/3/12	340(c)(k)	302,770	
Bonds, F.R.N.	Caa1	2.332	4/30/13	230(c)(k)	177,100	
Republic of Colombia, Notes						
	Ba2	10.00	1/23/12	200(c)	228,700	
Republic of Philippines, Bonds						
	B1	9.375	1/18/17	300(c)(g)	323,250	
<b>Total sovereign bonds</b>						
(cost \$1,007,319)					1,031,820	
					<b>Shares</b>	
<b>COMMON STOCKS 1.7%</b>						
GenTek, Inc.					608(b)	6,633
IMPSAT Fiber Networks, Inc. (Argentina)					2,330(b)(c)	12,815
NTL, Inc. (United Kingdom)					700(b)(c)	44,996
PSF Group Holdings, Inc., Class A (cost \$462,534; purchased 3/8/94)					279(b)(d)(h)(i)	544,518
Telewest Global, Inc. (United Kingdom)					14,911(b)(c)	311,789
UnitedGlobalCom, Inc., Class A					14,226(b)	129,457
Walter Industries, Inc.					320	13,568
<b>Total common stocks</b>						
(cost \$1,264,170)					1,063,776	
<b>PREFERRED STOCKS 0.6%</b>						
McLeodUSA, Inc., Ser. A					1,868(b)	1,046
Paxson Communications Corp., 14.25%, PIK					60(b)	393,085
<b>Total preferred stocks</b>						
(cost \$916,955)					394,131	

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

Schedule of Investments as of May 31, 2005 (Unaudited)

THE HIGH YIELD INCOME FUND, INC.

Description	Moody's Rating	Interest Rate	Maturity Date	Units	Value
<b>WARRANTS(b) 0.2%</b>					
GenTek, Inc., Class B, expiring 10/31/08 @ \$96 (cost \$96; purchased 8/3/99)				710(h)(i)	2,173
GenTek, Inc., expiring 10/31/10 @ \$64 (cost \$64; purchased 8/3/99)				347(h)(i)	867
Intelcom Group, Inc. (Canada), expiring 9/15/05 (cost \$0, purchased 8/4/95)				9,900(c)(h)	1
McLeodUSA, Inc., expiring 4/16/07				4,141	37
Sterling Chemical Holdings, Inc., expiring 8/15/08 (cost \$0; purchased 8/16/96)				140(h)	0
Telus Corp. (Canada), expiring 9/15/15				4,049(c)	89,199
Viasystems Group, Inc. (Canada), expiring 1/31/10 (cost \$219,816; purchased 11/17/97)				10,871(c)(d)(h)	1
XM Satellite Radio, Inc., expiring 3/03/10 (cost \$0; purchased 7/11/00)				150(h)(j)	2
Total warrants (cost \$280,193)					92,280
Total long-term investments (cost \$85,504,200)					86,008,543
				<b>Principal Amount (000)</b>	
<b>SHORT-TERM INVESTMENTS 2.8%</b>					
<b>U.S. GOVERNMENT AGENCY SECURITIES</b>					
Federal Home Loan Bank, Sr. Disc. Notes (cost \$1,808,000)	Aaa	2.98%	6/1/05	\$ 1,808(f)	1,808,000
<b>Total Investments 137.3%</b> <b>(cost \$87,312,200)(l)</b>					87,816,543
Liabilities in excess of other assets (37.3%)					(23,854,236)
<b>Net Assets 100.0%</b>					\$ 63,962,307

F.R.N. Floating Rate Note.

GBP Great British Pounds.

M.T.N. Medium Term Note.

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

PIK Payment in Kind

- (a) Represents issuer in default on interest payment, non-income producing security.
- (b) Non-income producing securities.
- (c) US \$ Denominated foreign securities.
- (d) Fair-valued security-value is determined by the Valuation Committee or Board of Directors in consultation with the investment adviser.
- (e) Standard & Poor's Rating.
- (f) Percentage quoted represents yield-to-maturity as of purchase date.
- (g) All or partial principal amount segregated as collateral for line of credit. Aggregate value of segregated securities - \$52,006,338.
- (h) Indicates a security that has been deemed illiquid. The aggregate cost of the illiquid securities is \$3,242,779. The aggregate value, \$2,785,216 represents 4.35% of net assets.
- (i) Indicates a restricted security; the aggregate cost of the restricted securities is \$462,694 the aggregate value, \$547,558 represents .86% of net assets.
- (j) 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 institutional buyers. Unless otherwise noted 144A securities are deemed to be liquid.
- (k) Indicates a variable rate security. The interest rate shown reflects the rate in effect at May 31, 2005.
- (l)

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

The United States Federal income tax basis of the Fund's investments and the unrealized depreciation as of May 31, 2005 were as follows:

<u>Tax Basis</u>	<u>Appreciation</u>	<u>Depreciation</u>	<u>Net Unrealized Depreciation</u>
\$ 87,952,236	\$ 3,235,501	\$ 3,371,194	\$ 135,693

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

The Fund's current Statement of Additional Information contains a description of Moody's and Standard & Poor's ratings.

### Notes to Schedule of Investments

*Security Valuation:* Portfolio securities that are actively traded in the over-the-counter market, including listed securities for which the primary market is believed to be over-the-counter, are valued at prices provided by principal market makers and pricing agents. Any security for which the primary market is on an exchange is valued at the last sales price on such exchange on the day of valuation or, if there was no sale on such day, the last bid price quoted on such day. Securities issued in private placements are valued at the bid price or the mean between the bid and asked prices, if available, provided by principal market makers. Any security for which a reliable market quotation is unavailable is valued at fair value as determined in good faith by or under the direction of the Fund's Board of Directors. 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 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 securities which mature in more than sixty dates are valued at current market quotations.

The Fund may invest up to 20% of its total assets in securities which are not readily marketable, including those which are restricted as to disposition under securities law ( restricted securities ).

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](http://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) High Yield Income Fund, Inc.

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

Date July 25, 2005

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 25, 2005

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

Date July 25, 2005

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