

HIGH YIELD INCOME FUND INC  
Form N-Q  
January 29, 2009

**UNITED STATES**  
**SECURITIES AND EXCHANGE COMMISSION**

Washington, D.C. 20549

**FORM N-Q**

**QUARTERLY SCHEDULE OF PORTFOLIO HOLDINGS OF REGISTERED**  
**MANAGEMENT INVESTMENT COMPANIES**

Investment Company Act file number:	811-05296
Exact name of registrant as specified in charter:	The High Yield Income Fund, Inc.
Address of principal executive offices:	Gateway Center 3, 100 Mulberry Street, Newark, New Jersey 07102
Name and address of agent for service:	Deborah A. Docs Gateway Center 3, 100 Mulberry Street, Newark, New Jersey 07102
Registrant's telephone number, including area code:	973-367-7521
Date of fiscal year end:	8/31/2009
Date of reporting period:	11/30/2008

**Item 1. Schedule of Investments**

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The High Yield Income Fund, Inc.

Schedule of Investments

as of November 30, 2008 (Unaudited)

	Moody's Rating	Interest Rate	Maturity Date	Principal Amount (000)	Value
<b>LONG-TERM INVESTMENTS 137.7%</b>					
<b>BANK LOANS(h) 18.1%</b>					
<b>Cable 4.2%</b>					
CSC Holdings, Bank Loan	Ba1	3.819%	2/24/12	\$ 1,896(f)	\$ 1,645,818
<b>Chemicals 1.2%</b>					
ISP Chemco, Inc., Bank Loan	Ba3	4.4747	6/04/14	300(f)	222,000
Rockwood Specialty Group Inc., Bank Loan	Ba2	3.5463	12/13/13	300(f)	240,250
					462,250
<b>Electric 1.7%</b>					
Texas Competitive Electric Holdings Co. LLC,					
Bank Loan	Ba3	5.2776	10/10/14	224(f)	151,423
Bank Loan	Ba3	5.2826	10/10/14	744(f)	502,257
					653,680
<b>Gaming 0.8%</b>					
Harrahs Operating Co., Inc., Bank Loan	B1	6.5384	1/28/15	499(f)	291,411
<b>Health Care &amp; Pharmaceutical 4.1%</b>					
Community Health Systems,					
Bank Loan	Ba3	1.00	7/25/14	17(f)	12,471
Bank Loan	Ba3	4.3939	7/25/14	333(f)	243,849
HCA, Inc., Bank Loan	Ba3	5.2619	11/17/12	1,226(f)	966,247
Royalty Pharma Financial Trust, Bank Loan	Baa3	6.569	5/15/15	400(f)	344,667
					1,567,234
<b>Media &amp; Entertainment 0.6%</b>					
Idearc, Inc., Bank Loan	B2	5.6702	11/17/14	744(f)	241,372
<b>Paper 1.4%</b>					
Georgia-Pacific LLC, Bank Loan	Ba2	3.4688	12/20/12	715(f)	548,658
<b>Technology 2.9%</b>					
Flextronics Intl., Bank Loan	Ba1	6.133	10/01/12	992(f)	687,293
Sensata Technologies, Bank Loan	B1	5.2571	4/27/13	744(f)	428,711
					1,116,004
<b>Telecommunications 1.2%</b>					
Alltel Communications, Inc., Bank Loan	Ba3	5.316	5/15/15	496(f)	469,912
Total bank loans					6,996,339

(cost \$8,650,847)

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**CORPORATE BONDS 119.6%**

**Aerospace/Defense 6.1%**

BE Aerospace, Inc., Sr. Unsec d Notes	Ba3	8.50	7/01/18	300	247,500
DRS Technologies, Inc., Gtd. Notes	A3	6.625	2/01/16	200	198,500
Gtd. Notes	Baa1	7.625	2/01/18	380	377,150
Esterline Technologies Corp., Gtd. Notes	B1	7.75	6/15/13	300	258,000
Gtd. Notes	Ba2	6.625	3/01/17	75	61,500
L-3 Communications Corp., Gtd. Notes	Ba3	6.125	7/15/13	125	106,250
Gtd. Notes	Ba3	7.625	6/15/12	175	161,875
Gtd. Notes, Ser. B	Ba3	6.375	10/15/15	525	435,750
Moog, Inc., Sr. Sub. Notes	Ba3	6.25	1/15/15	300	234,000
Sr. Sub. Notes, 144A	Ba3	7.25	6/15/18	200	154,000
TransDigm, Inc., Gtd. Notes	B3	7.75	7/15/14	150	114,000
					2,348,525

**Airlines 0.2%**

AMR Corp., M.T.N., Notes, Ser. B	CCC+(d)	10.40	3/10/11	100	43,500
Continental Airlines, Inc., Pass-Thru Certs., Ser. 1998-1, Class B (Sinkable, expected maturity 3/15/17)	Ba2	6.748	3/15/17	55	39,928
					83,428

**Automotive 1.7%**

Ford Motor Credit Co., Sr. Unsec d. Notes	B3	7.25	10/25/11	490	216,730
Sr. Unsec d. Notes	B3	7.875	6/15/10	290	147,823
General Motors Corp., Sr. Unsec d. Notes	Caa3	7.125	7/15/13	50	12,250
Sr. Unsec d. Notes	Caa3	7.20	1/15/11	125	33,750
Lear Corp., Gtd. Notes, Ser. B	B3	8.75	12/01/16	125	26,875
TRW Automotive, Inc., Gtd. Notes, 144A	Ba3	7.25	3/15/17	450	207,000
Visteon Corp., Sr. Unsec d. Notes	Caa3	7.00	3/10/14	135	14,175
					658,603

**Banking 0.8%**

Halyk Savings Bank of Kazakhstan (Kazakhstan), Sr. Unsec d. Notes, 144A	Baa3	8.125	10/07/09	100(c)	94,000
Kazkommerts International BV (Netherlands), Gtd. Notes, 144A	Ba1	7.00	11/03/09	105(c)	89,250
Gtd. Notes, 144A	Ba1	8.50	4/16/13	205(c)	120,950
					304,200

**Building Materials & Construction 2.1%**

Beazer Homes USA, Inc., Gtd. Notes	B3	8.625	5/15/11	110	59,400
D.R. Horton, Inc., Gtd. Notes	Ba3	8.00	2/01/09	750	735,000
					794,400

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**Cable 5.0%**

Charter Communications Holdings I LLC, Gtd. Notes	Caa3	10.00	5/15/14	99	13,365
Gtd. Notes	Caa3	11.125	1/15/14	198	27,720
Gtd. Notes, 144A	Caa2	10.25	10/01/13	300	127,500
CSC Holdings, Inc., Sr. Unsec d. Debentures	B1	7.625	7/15/18	100	70,000
Sr. Unsec d. Debentures	B1	7.875	2/15/18	50	35,250
Mediacom Broadband LLC, Sr. Unsec d. Notes	B3	8.50	10/15/15	125	88,750
Shaw Communications, Inc. (Canada), Sr. Unsec d. Notes	Ba1	7.20	12/15/11	300(c)	282,000
Sr. Unsec d. Notes	Ba1	8.25	4/11/10	600(c)	577,500
Videotron Ltee, (Canada), Gtd. Notes	Ba2	6.375	12/15/15	100(c)	77,000
Gtd. Notes	Ba2	6.875	1/15/14	108(c)	90,180
Gtd. Notes, 144A	Ba2	9.125	4/15/18	375(c)	330,000
Virgin Media Finance PLC (United Kingdom), Gtd. Notes	B2	9.125	8/15/16	300(c)	211,500
					1,930,765

**Capital Goods 17.1%**

Actuant Corp., Gtd. Notes	Ba2	6.875	6/15/17	125	98,125
ALH Finance LLC, Gtd. Notes	B3	8.50	1/15/13	250	192,500
Allied Waste North America, Inc., Sr. Sec d. Notes	B1	6.125	2/15/14	150	130,125
Sr. Sec d. Notes	B1	6.375	4/15/11	250	233,125
Sr. Sec d. Notes	B1	6.50	11/15/10	500	472,500
Sr. Sec d. Notes	B1	7.25	3/15/15	95	83,838
Sr. Sec d. Notes, Ser. B	B1	5.75	2/15/11	450	416,250
Ashtead Capital, Inc., Sr. Sec d. Notes, 144A	B1	9.00	8/15/16	475	275,500
Ashtead Holdings PLC (United Kingdom), Sr. Sec d. Notes, 144A	B1	8.625	8/01/15	150(c)	87,000
Baldor Electric Co., Gtd. Notes	B3	8.625	2/15/17	360	264,600
Blount, Inc., Gtd. Notes	B2	8.875	8/01/12	425	380,906
Columbus McKinnon Corp., Gtd. Notes	B1	8.875	11/01/13	450	380,250
Hertz Corp., Gtd. Notes	B1	8.875	1/01/14	820	423,325
JohnsonDiversey Holdings, Inc., Discount Notes	Caa1	10.67	5/15/13	310	220,100
JohnsonDiversey, Inc., Gtd. Notes, Ser. B	B2	9.625	5/15/12	75	61,313
Mobile Mini, Inc., Gtd. Notes	B2	6.875	5/01/15	135	95,850
RBS Global, Inc. & Rexnord Corp., Gtd. Notes	B3	9.50	8/01/14	345	241,500
Rental Service Corp., Gtd. Notes	Caa1	9.50	12/01/14	370	181,300
SPX Corp., Sr. Unsec d. Notes, 144A	Ba2	7.625	12/15/14	675	550,124
Stena AB (Sweden), Sr. Unsec d. Notes	Ba2	7.00	12/01/16	229(c)	178,048
Sr. Unsec d. Notes	Ba2	7.50	11/01/13	275(c)	210,375
Terex Corp., Gtd. Notes	Ba2	7.375	1/15/14	275	217,250
Sr. Sub. Notes	Ba3	8.00	11/15/17	400	286,000
Ucar Finance, Inc., Gtd. Notes	Ba3	10.25	2/15/12	52	47,580
United Rentals North America, Inc., Gtd. Notes	B1	6.50	2/15/12	475	332,500
Valmont Industries, Inc., Gtd. Notes	Ba2	6.875	5/01/14	650	523,249
					6,583,233

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**Chemicals 6.1%**

Hercules, Inc., Gtd. Notes	Ba1	6.75	10/15/29	175	182,875
Huntsman LLC, Sec d. Notes	Ba1	11.625	10/15/10	1,111	1,055,450
Koppers, Inc., Sr. Sec'd. Notes	Ba3	9.875	10/15/13	355	330,150
Momentive Performance Materials, Inc, Gtd. Notes	B3	9.75	12/01/14	200	77,500
Mosaic Co. (The), Sr. Unsec d. Notes, 144A	Baa3	7.375	12/01/14	125	106,250
Sr. Unsec d. Notes, 144A	Baa3	7.625	12/01/16	125	107,500
Nalco Co., Gtd. Notes	B1	7.75	11/15/11	575	510,313

2,370,038

**Consumer 2.6%**

Mac-Gray Corp., Sr. Unsec'd. Notes	B3	7.625	8/15/15	150	138,000
Realogy Corp., Gtd. Notes	C	10.50	4/15/14	750	131,250
Gtd. Notes, PIK	C	11.00	4/15/14	50	7,615
Service Corp. International, Sr. Unsec d. Notes	B1	6.75	4/01/16	175	132,125
Sr. Unsec d. Notes	B1	7.375	10/01/14	450	364,500
Stewart Enterprises, Inc., Gtd. Notes	Ba3	6.25	2/15/13	200	162,000
Ticketmaster, Gtd. Notes, 144A	Ba3	10.75	8/01/16	125	62,500

997,990

**Electric 8.5%**

AES Corp., Sr. Sec d. Notes, 144A	Ba3	8.75	5/15/13	47	41,360
Sr. Unsec d Notes	B1	7.75	10/15/15	150	105,375
Sr. Unsec d Notes	B1	8.00	10/15/17	500	345,000
AES Eastern Energy LP, Pass-Through Cert., Ser. 1999-A	Ba1	9.00	1/02/17	184	165,776
Dynegy Roseton/Danskammer, Pass-Through Trust, Series B	Ba3	7.67	11/08/16	550	392,315
Energy Future Holdings Corp., Gtd. Notes, PIK, 144A	B3	11.25	11/01/17	200	106,500
Mirant Corp., 144A	NR	7.40	7/15/49	75(a)(f)	75
Mirant Mid Atlantic LLC, Pass-Through Cert., Ser. B,	Ba1	9.125	6/30/17	335	318,676
Mirant North America LLC, Gtd. Notes	B1	7.375	12/31/13	100	86,500
NRG Energy, Inc., Gtd. Notes	B1	7.25	2/01/14	400	326,000
Gtd. Notes	B1	7.375	2/01/16	280	227,500
Orion Power Holdings, Inc., Sr. Unsec d. Notes	Ba3	12.00	5/01/10	695	674,151
Sierra Pacific Resources, Inc., Sr. Unsec d. Notes	Ba3	8.625	3/15/14	199	184,467
Tenaska Alabama Partners LP, Sr. Sec d Notes, 144A (original cost \$127,499; purchased 5/02/08 7/01/08)	Ba2	7.00	6/30/21	135(g)	102,717
Texas Competitive Electric Holdings Co. LLC, Gtd. Notes, 144A	B3	10.50	11/01/15	325	208,000

3,284,412

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**Energy - Other 6.1%**

Compagnie Generale de Geophysique-Veritas (France), Gtd. Notes	Ba3	7.50	5/15/15	110(c)	71,500
McMoRan Exploration Co., Gtd. Notes	Caa1	11.875	11/15/14	275	200,063
Newfield Exploration Co., Sr. Sub. Notes	Ba3	6.625	4/15/16	350	255,500
OPTI Canada, Inc., (Canada), Sec d Notes	B2	7.875	12/15/14	350(c)	133,000
PetroHawk Energy Corp., Gtd. Notes	B3	9.125	7/15/13	225	172,125
Gtd. Notes, 144A	B3	7.875	6/01/15	150	105,750
Petroplus Finance Ltd. (Bermuda), Gtd. Notes, 144A	B1	6.75	5/01/14	400(c)	257,999
Gtd. Notes, 144A	B1	7.00	5/01/17	225(c)	139,500
Pioneer Natural Resource Co., Gtd. Notes	Ba1	5.875	7/15/16	50	34,084
Sr. Unsec d. Notes	Ba1	6.65	3/15/17	365	254,257
Sr. Unsec d. Notes	Ba1	6.875	5/01/18	150	101,126
Plains Exploration & Production Co., Gtd. Notes	B1	7.00	3/15/17	185	123,950
Gtd. Notes	B1	7.625	6/01/18	25	16,625
Gtd. Notes	B1	7.75	6/15/15	50	36,250
Sandridge Energy, Inc., Sr. Unsec d. Notes, 144A	B3	8.00	6/01/18	375	240,000
Swift Energy Co., Gtd. Notes	B1	7.125	6/01/17	130	81,900
Tesoro Corp., Gtd. Notes	Ba1	6.50	6/01/17	175	102,375
Gtd. Notes	Ba1	6.625	11/01/15	50	31,000
					2,357,004

**Foods 2.8%**

Albertson's, Inc., Debentures, Sr. Unsec d. Notes	B1	8.70	5/01/30	70	54,128
Aramark Corp., Gtd. Notes	B3	6.692(h)	2/01/15	200	140,000
Gtd. Notes	B3	8.50	2/01/15	250	207,500
Carrols Corp., Gtd. Notes	B3	9.00	1/15/13	175	116,375
Del Monte Corp., Gtd. Notes	B2	8.625	12/15/12	100	90,500
Dole Food Co., Inc., Gtd. Notes	Caa2	7.25	6/15/10	150	105,750
National Beef Packing Co. LLC, Sr. Unsec d Notes	Caa1	10.50	8/01/11	150	109,875
Stater Brothers Holdings, Gtd. Notes	B2	7.75	4/15/15	225	180,000
Gtd. Notes	B2	8.125	6/15/12	100	87,000
					1,091,128

**Gaming 4.9%**

CCM Merger, Inc., Notes, 144A	Caa1	8.00	8/01/13	550	308,000
Fountainbleau Las Vegas Holdings LLC, Mortgage Backed, 144A (original cost \$277,031; purchased 5/24/07 - 6/20/07)	Caa3	10.25	6/15/15	275(g)	35,750
Harrah's Operating Co. Inc., Gtd. Notes	Caa3	5.50	7/01/10	150	71,250
Gtd. Notes	Caa3	5.625	6/01/15	175	24,063
Gtd. Notes	Caa3	6.50	6/01/16	25	3,500
Gtd. Notes, 144A	Caa2	10.75	2/01/16	800	178,000
Mandalay Resort Group, Gtd. Notes	B2	9.375	2/15/10	100	54,500
MGM Mirage, Inc., Gtd. Notes	Ba3	6.875	4/01/16	225	117,000



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Sr. Sec d Notes, 144A	Ba1	13.00	11/15/13	150	125,250
Mohegan Tribal Gaming Authority, Sr. Sub. Notes	B3	8.00	4/01/12	175	110,250
Sr. Sub. Notes	B3	8.375	7/01/11	850	684,250
Park Place Entertainment, Inc., Gtd. Notes	Caa3	8.125	5/15/11	135	45,900
Shingle Springs Tribal Gaming Authority, Sr. Notes, 144A	B3	9.375	6/15/15	150	67,500
Station Casinos, Inc., Sr. Sub. Notes	Caa3	6.50	2/01/14	275	24,750
Sr. Sub. Notes	Caa3	6.625	3/15/18	75	6,750
Sr. Sub. Notes	Caa3	6.875	3/01/16	65	5,525
Sr. Unsec d. Notes	Caa2	6.00	4/01/12	100	31,000

1,893,238

**Health Care & Pharmaceutical 10.4%**

Accellent, Inc., Gtd. Notes	Caa3	10.50	12/01/13	475	332,500
Biomet, Inc., Gtd. Notes	Caa1	11.625	10/15/17	480	360,000
Gtd. Notes, PIK	B3	10.375	10/15/17	200	148,000
Bio-Rad Laboratories, Inc., Sr. Sub. Notes	Ba3	7.50	8/15/13	125	107,500
Boston Scientific Corp., Sr. Unsec d Notes	Ba2	6.25	11/15/15	250	191,250
Catalent Pharma Solutions, Inc., Gtd. Notes	Caa1	9.50	4/15/15	325	107,250
Columbia/HCA Healthcare Corp., Sr. Unsec d. Notes, M.T.N.	Caa1	8.70	2/10/10	500	457,039
Columbia/HCA, Inc., Debentures, Sr. Unsec d. Notes	Caa1	7.50	11/15/95	100	45,433
Community Health Systems, Inc., Gtd. Notes	B3	8.875	7/15/15	150	120,375
Elan Finance PLC (Ireland), Gtd. Notes	B3	7.75	11/15/11	80(c)	48,000
Omega Healthcare Investors, Inc., Gtd. Notes	Ba3	7.00	4/01/14	150	125,250
Gtd. Notes	Ba3	7.00	1/15/16	320	244,800
Res-Care, Inc., Gtd. Notes	B1	7.75	10/15/13	325	292,500
Select Medical Corp., Gtd. Notes	B3	7.625	2/01/15	45	26,550
Senior Housing Properties Trust, Sr. Unsec d. Notes	Ba1	8.625	1/15/12	618	537,660
Skilled Healthcare Group, Inc., Gtd. Notes	Caa1	11.00	1/15/14	328	288,640
Sun Healthcare Group, Inc., Gtd. Notes	B3	9.125	4/15/15	300	249,000
Surgical Care Affiliates, Inc., Sr. Sub. Notes, 144A (original cost \$191,750; purchased 6/21/07-1/4/08)	Caa1	10.00	7/15/17	200(f)(g)	106,000
Ventas Realty LP, Gtd. Notes	Ba1	9.00	5/01/12	75	68,625
Viant Holdings, Inc., Gtd. Notes, 144A	Caa1	10.125	7/15/17	555(f)	166,500

4,022,872

**Lodging 1.8%**

Felcor Lodging LP, Gtd. Notes	Ba3	8.50	6/01/11	225	155,813
Host Marriott LP, Sr. Sec d. Notes	Ba1	7.125	11/01/13	525	381,937
Sr. Sec d. Notes, Ser. M	Ba1	7.00	8/15/12	200	150,000

687,750

**Media & Entertainment 4.4%**

AMC Entertainment, Inc., Gtd. Notes	B2	11.00	2/01/16	50	35,500
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Sr. Sub. Notes	B2	8.00	3/01/14	100	62,000
Cinemark, Inc., Sr. Disc. Notes	B3	13.934(i)	3/15/14	90	73,800
Clear Channel Communications, Inc., Debentures,					
Sr. Unsec d. Notes	Caa1	5.50	9/15/14	150	22,500
Sr. Unsec d. Notes	Caa1	5.75	1/15/13	250	35,000
Sr. Unsec d. Notes	Caa1	6.875	6/15/18	25	3,500
CMP Susquehanna Corp., Gtd. Notes	Ca	9.875	5/15/14	50	8,875
Dex Media West LLC,					
Sr. Sub. Notes, Ser. B	B2	9.875	8/15/13	415	91,300
Sr. Unsec d. Notes	B3	8.00	11/15/13	165	21,450
DirectTV Holdings LLC,					
Gtd. Notes	Ba3	7.625	5/15/16	50	42,625
Sr. Notes	Ba3	8.375	3/15/13	175	161,000
Echostar DBS Corp.,					
Gtd. Notes	Ba3	7.00	10/01/13	75	56,250
Gtd. Notes	Ba3	7.125	2/01/16	375	266,250
Idearc, Inc., Gtd. Notes	Caa2	8.00	11/15/16	160	13,200
LIN Television Corp., Gtd. Notes	B2	6.50	5/15/13	300	139,500
Medianews Group, Inc., Sr. Sub. Notes	Caa2	6.875	10/01/13	125	10,938
Morris Publishing Group LLC, Gtd. Notes	Ca	7.00	8/01/13	65	6,013
Rainbow National Services LLC, 144A					
Sr. Notes,	B1	8.75	9/01/12	125	110,000
Sr. Sub. Debentures	B2	10.375	9/01/14	20	17,300
RH Donnelley Corp.,					
Sr. Notes, Ser. A-3	Caa1	8.875	1/15/16	225	29,250
Sr. Unsec d Notes	Caa1	8.875	10/15/17	150	19,500
Sun Media Corp. (Canada), Gtd. Notes	Ba2	7.625	2/15/13	400(c)	329,999
Universal City Florida Holdings Co., Sr. Notes	B3	7.942(h)	5/01/10	250	115,000
Univision Communications, Inc., Gtd. Notes, PIK, 144A	Caa1	9.75	3/15/15	350	44,625

1,715,375

**Metal 7.7%**

Aleris International, Inc., Gtd. Notes, PIK	Caa2	9.00	12/15/14	150	9,000
Century Aluminum Co., Gtd. Notes	B1	7.50	8/15/14	155	89,125
FMG Finance Pty Ltd. (Australia), Sr. Sec d. Notes, 144A	B1	10.625	9/01/16	375(c)	211,875
Freeport-McMoRan Copper & Gold, Inc.,					
Sr. Unsec d. Notes	Ba2	7.084(h)	4/01/15	100	60,000
Sr. Unsec d. Notes	Ba2	8.375	4/01/17	440	312,400
Gerdau AmeriSteel Corp. (Canada), Gtd. Notes	Ba1	10.375	7/15/11	1,000(c)	930,000
Ispat Inland ULC (Canada), Gtd. Notes	Baa2	9.75	4/01/14	840(c)	809,131
Metals USA, Inc., Sr. Sec d. Notes	B3	11.125	12/01/15	347	213,405
Novelis, Inc. (Canada), Gtd. Notes	B3	7.25	2/15/15	115(c)	66,700
U.S. Steel Corp., Sr. Unsec d Notes	Baa3	7.00	2/01/18	400	252,135

2,953,771

**Non-Captive Finance 1.4%**

GMAC LLC,					
Sr. Unsec d. Notes	C	6.875	8/28/12	190	66,513
Unsub. Sr. Unsec d. Notes	C	6.625	5/15/12	75	26,295
Lender Process Services, Inc., Gtd. Notes	Ba2	8.125	7/01/16	475	399,000
Residential Capital LLC, Sec d. Notes, 144A	C	9.625	5/15/15	464	47,560

539,368

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<b>Packaging 6.6%</b>					
Ball Corp., Gtd. Notes	Ba1	6.625	3/15/18	525	441,000
Berry Plastics Holding Corp., Sec d. Notes	Caa1	6.694(h)	9/15/14	225	105,750
Sr. Sec d. Notes	Caa1	8.875	9/15/14	175	92,750
BWAY Corp., Gtd. Notes	B3	10.00	10/15/10	150	129,000
Crown Americas LLC, Gtd. Notes	B1	7.625	11/15/13	400	370,000
Gtd. Notes	B1	7.75	11/15/15	250	226,250
Exopack Holding Corp., Gtd. Notes	B3	11.25	2/01/14	225	141,750
Graham Packaging Co., Inc., Gtd. Notes	Caa1	8.50	10/15/12	100	73,000
Gtd. Notes	Caa1	9.875	10/15/14	75	47,250
Greif, Inc., Gtd. Notes	Ba2	6.75	2/01/17	415	348,600
Owens Brockway Glass Container, Inc., Gtd. Notes	Ba3	8.25	5/15/13	450	423,000
Silgan Holdings, Inc., Sr. Sub. Notes	B1	6.75	11/15/13	175	152,250
					2,550,600

<b>Paper 2.4%</b>					
Cascades, Inc. (Canada), Gtd. Notes	Ba3	7.25	2/15/13	185(c)	103,600
Cellu Tissue Holdings, Inc., Sec d. Notes	B2	9.75	3/15/10	75	60,000
Domtar Corp., Gtd. Notes	Ba3	5.375	12/01/13	175	115,500
Gtd. Notes	Ba3	7.875	10/15/11	100	81,500
Georgia-Pacific Corp., Gtd. Notes, 144A (original cost \$275,000; purchased 12/13/06)	Ba3	7.125	1/15/17	275(g)	202,125
Graphic Packaging International Corp., Gtd. Notes	B3	8.50	8/15/11	275	225,500
Norampac, Inc. (Canada), Gtd. Notes	Ba3	6.75	6/01/13	60(c)	30,600
Verso Paper Holdings LLC, Gtd. Notes, Ser. B	B3	11.375	8/01/16	335	123,950
					942,775

<b>Pipelines &amp; Other 3.6%</b>					
AmeriGas Partners LP, Sr. Unsec d. Notes	Ba3	7.125	5/20/16	175	122,500
El Paso Corp., Sr. Unsec d. Notes, M.T.N.	Ba3	7.75	1/15/32	110	69,300
Ferrellgas Partners LP, Sr. Unsec d. Notes	Ba3	6.75	5/01/14	50	35,000
Inergy LP, Gtd. Notes	B1	8.25	3/01/16	50	36,750
Sr. Unsec d. Notes	B1	6.875	12/15/14	100	72,750
Markwest Energy Partners LP, Gtd. Notes, Ser. B	B2	8.75	4/15/18	170	107,100
Targa Resources, Inc., Gtd. Notes	B3	8.50	11/01/13	400	220,000
Williams Cos., Inc. (The), Sr. Unsec d. Notes	Baa3	8.125	3/15/12	475	410,875
Williams Partners LP, Sr. Unsec d. Notes	Ba2	7.25	2/01/17	375	294,375
					1,368,650

<b>Retailers 1.3%</b>					
GameStop Corp., Gtd. Notes	Ba1	8.00	10/01/12	140	121,800
Neiman-Marcus Group, Inc., Gtd. Notes, PIK	B2	9.00	10/15/15	405	172,125
Saks, Inc., Sr. Unsec d. Notes	B2	9.875	10/01/11	58	45,240
Susser Holdings LLC, Gtd. Notes	B3	10.625	12/15/13	204	167,280
					506,445

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**Technology 8.6%**

Affiliated Computer Services, Inc., Sr. Unsec d. Notes	Ba2	4.70	6/01/10	800	712,000
Avago Technologies Finance Wireless (Singapore), Gtd. Notes	B1	10.125	12/01/13	355(c)	287,994
Gtd. Notes	B3	11.875	12/01/15	125(c)	96,406
First Data Corp., Gtd. Notes	B3	9.875	9/24/15	100	57,500
Freescale Semiconductor, Inc., Gtd. Notes, PIK	B2	9.125	12/15/14	455	93,275
Iron Mountain, Inc., Gtd. Notes	B2	7.75	1/15/15	250	210,000
Gtd. Notes	B2	8.00	6/15/20	50	38,500
Gtd. Notes	B2	8.625	4/01/13	175	157,938
Nortel Networks Ltd. (Canada), Gtd. Notes	B3	10.125	7/15/13	100(c)	31,000
Open Solutions, Inc., Gtd. Notes, 144A	Caa1	9.75	2/01/15	100	30,500
Seagate Technology HDD Holdings (Cayman Islands), Gtd. Notes	Ba1	6.375	10/01/11	674(c)	532,460
Sensata Technologies BV (Netherlands), Gtd. Notes	Caa1	8.00	5/01/14	200(c)	90,000
Serena Software, Inc., Gtd. Notes	Caa1	10.375	3/15/16	300	166,500
STATS ChipPAC Ltd. (Singapore), Gtd. Notes	Ba1	6.75	11/15/11	250(c)	177,500
Sr. Notes	Ba1	7.50	7/19/10	150	114,000
SunGard Data Systems, Inc., Sr. Unsec d. Notes	B3	4.875	1/15/14	485	363,750
Sr. Unsec d. Notes, 144A	Caa1	10.625	5/15/15	200	154,000
					3,313,323

**Telecommunications 7.4%**

American Tower Corp., Sr. Unsecd. Notes	Ba1	7.125	10/15/12	250	234,375
Centennial Communications Corp., Gtd. Notes	B2	10.125	6/15/13	175	172,594
Citizens Communications Co., Sr. Unsec d. Notes	Ba2	9.00	8/15/31	150	82,500
Fairpoint Communications, Inc., Sr. Unsec d. Notes, 144A	B3	13.125	4/01/18	250	127,500
Hawaiian Telecom Communications, Inc., Gtd. Notes, Ser. B	C	12.50	5/01/15	225(f)	1,125
Level 3 Financing, Inc., Gtd. Notes	Caa1	12.25	3/15/13	425	244,374
Qwest Capital Funding, Inc., Gtd. Notes	B1	7.00	8/03/09	1,000	960,000
Qwest Communications International, Inc., Gtd. Notes, Ser. B	Ba3	7.50	2/15/14	205	133,250
Qwest Corp., Sr. Unsec d. Notes	Ba1	7.50	10/01/14	275	211,750
Sprint Capital Corp., Gtd. Notes	Baa3	6.375	5/01/09	250	242,500
Gtd. Notes	Baa3	8.75	3/15/32	250	130,000
Time Warner Telecom Holdings, Inc., Gtd. Notes	B3	9.25	2/15/14	100	79,000
Windstream Corp., Gtd. Notes	Ba3	8.625	8/01/16	300	234,000
					2,852,968

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Total corporate bonds (cost \$65,495,175)	46,150,861
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**Shares**

**COMMON STOCK**

Electric		
Mirant Corp.	92	1,584

(cost \$1,623)

**Units**

**WARRANTS(b)**

Sirius XM Radio, Inc., 144A Expiring 3/15/10	150(f)	0
Viasystems Group, Inc., Expiring 1/10/31	10,871(f)	1

Total warrants (cost \$219,817)	1
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Total long-term investments (cost \$74,367,462)	53,148,785
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**Principal  
Amount (000)**

**SHORT-TERM INVESTMENT 4.9%**

**U.S. Government Agency Security**

Federal Home Loan Bank, Discount Note (cost \$1,907,000)	NR	.10%(i)	12/01/08	\$ 1,907	1,906,995
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<b>Total Investments(e) 142.6%</b> <b>(cost \$76,274,462)(j)</b>	55,055,780
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<b>Liabilities in excess of other assets (42.6%)</b>	(16,443,868)
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<b>Net Assets 100.0%</b>	\$ 38,611,912
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The ratings reflected are as of November 30, 2008. Ratings of certain bonds may have changed subsequent to that date. The following abbreviations are used in the portfolio descriptions:

M.T.N. Medium Term Note

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

PIK Payment in Kind

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

- (a) Represents issuer in default on interest payment; non-income producing security.
- (b) Non-income producing security.
- (c) US\$ denominated foreign securities.
- (d) Standard & Poor's Rating.
- (e) As of November 30, 2008, two securities representing \$76 and 0.0% of net assets value were fair valued in accordance with the policies adopted by the Board of Directors.
- (f) Indicates a security that has been deemed illiquid.
- (g) Indicates a restricted security; the aggregate original cost of such securities is \$871,280. The aggregate value of \$446,592 is approximately 1.2% of net assets.
- (h) Indicates a variable rate security. The interest rate shown reflects the rate in effect at November 30, 2008.
- (i) Represents zero coupon or step bond. Rate shown reflects the effective yield at November 30, 2008.
- (j) The United States federal income tax basis of the Fund's investments and the net unrealized depreciation as of November 30, 2008 were as follows:

Tax Basis			Net
of Investments	Appreciation	Depreciation	Unrealized Depreciation
\$76,380,471	\$ 48,248	\$ (21,372,939)	\$ (21,324,691)

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

Various inputs are used in determining the value of the Fund's investments. These inputs are summarized in the three broad levels listed below.

Level 1 - quoted prices in active markets for identical securities

Level 2 - other significant observable inputs (including quoted prices for similar securities, 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 following is a summary of the inputs used as of November 30, 2008 in valuing the Fund's assets carried at fair value:

Valuation inputs	Investments in Securities	Other Financial Instruments*
<b>Level 1 - Quoted Prices</b>	\$ 1,584	\$
<b>Level 2 - Other Significant Observable Inputs</b>	55,054,120	
<b>Level 3 - Significant Unobservable Inputs</b>	76	
<b>Total</b>	<b>\$ 55,055,780</b>	<b>\$</b>

\* Other financial instruments are derivative instruments not reflected in the Schedule of Investments, such as futures, forwards and swap contracts, which are valued at the unrealized appreciation/depreciation on the instrument.

The following is a reconciliation of assets in which significant unobservable inputs (Level 3) were used in determining fair value:

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	<b>Investments in Securities</b>
<b>Balance as of 8/31/08</b>	<b>\$ 76</b>
Realized gain (loss)	
Change in unrealized appreciation (depreciation)	
Net purchases (sales)	
Transfers in and/or out of Level 3	
<b>Balance as of 11/30/08</b>	<b>\$ 76</b>

**Notes to Schedule of Investments (Unaudited)**

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

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

*Other information regarding the Fund is available in the Fund's most recent Report to Shareholders. This information is available on the Securities and Exchange Commission's website ([www.sec.gov](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) The High Yield Income Fund, Inc.

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

Date January 28, 2009

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 January 28, 2009

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

Date January 28, 2009

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