

Western Asset Mortgage Defined Opportunity Fund Inc.  
Form N-Q  
May 24, 2016

**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 **811-22369**

**Western Asset Mortgage Defined Opportunity Fund Inc.**

(Exact name of registrant as specified in charter)

**620 Eighth Avenue, 49<sup>th</sup> 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: **December 31**

Date of reporting period: **March 31, 2016**

**ITEM 1. SCHEDULE OF INVESTMENTS.**

**WESTERN ASSET MORTGAGE DEFINED OPPORTUNITY FUND INC.**

FORM N-Q

MARCH 31, 2016

## WESTERN ASSET MORTGAGE DEFINED OPPORTUNITY FUND INC.

## Schedule of investments (unaudited)

March 31, 2016

SECURITY	RATE	MATURITY DATE	FACE AMOUNT	VALUE
<b>RESIDENTIAL MORTGAGE-BACKED SECURITIES - 95.4%</b>				
ABFS Mortgage Loan Trust, 2002-3 M1	5.902%	9/15/33	1,189,024	\$ 913,410
Accredited Mortgage Loan Trust, 2003-3 A1	5.210%	1/25/34	1,056,905	1,028,270
Adjustable Rate Mortgage Trust, 2005-05 1A1	2.634%	9/25/35	282,637	216,389 <sup>(a)(b)</sup>
Adjustable Rate Mortgage Trust, 2005-07 2A21	2.636%	10/25/35	936,741	844,437 <sup>(a)(b)</sup>
Adjustable Rate Mortgage Trust, 2005-10 1A21	2.920%	1/25/36	348,944	300,654 <sup>(a)(b)</sup>
Adjustable Rate Mortgage Trust, 2005-12 5A1	0.933%	3/25/36	384,501	226,304 <sup>(a)(b)</sup>
AFC Home Equity Loan Trust, 2003-3 1A	1.183%	10/25/30	1,615,893	1,378,425 <sup>(a)(c)</sup>
American Home Mortgage Assets, 2005-2 2A1A	2.952%	1/25/36	1,386,213	963,084 <sup>(a)(b)</sup>
American Home Mortgage Assets, 2006-4 1A12	0.643%	10/25/46	2,454,464	1,544,076 <sup>(a)(b)</sup>
American Home Mortgage Investment Trust, 2005-1 6A	2.881%	6/25/45	100,363	97,612 <sup>(a)(b)</sup>
American Home Mortgage Investment Trust, 2005-SD1 1A1	0.883%	9/25/35	292,056	217,940 <sup>(a)(b)(c)</sup>
American Home Mortgage Investment Trust, 2007-2 2A	1.233%	3/25/47	13,014,757	1,259,292 <sup>(a)</sup>
American Home Mortgage Investment Trust, 2007-A 4A	1.336%	7/25/46	2,294,605	748,663 <sup>(a)(b)(c)</sup>
Ameriquest Mortgage Securities Inc., 2002-4 M3	5.683%	2/25/33	1,803,692	1,472,029 <sup>(a)</sup>
Argent Securities Inc., 2005-W5 A2D	0.753%	1/25/36	4,170,684	3,129,486 <sup>(a)(d)</sup>
Argent Securities Inc., 2006-M2 A2C	0.583%	9/25/36	2,469,771	873,569 <sup>(a)(d)</sup>
Argent Securities Inc., 2006-M2 A2D	0.673%	9/25/36	651,846	233,243 <sup>(a)</sup>
Argent Securities Inc., 2006-M3 A2C	0.593%	10/25/36	4,012,159	1,523,285 <sup>(a)(d)</sup>
Banc of America Alternative Loan Trust, 2005-9 1CB5, IO	4.667%	10/25/35	5,657,106	896,902 <sup>(a)</sup>
Banc of America Funding Corp., 2004-B 6A1	2.088%	12/20/34	462,238	315,324 <sup>(a)(b)</sup>
Banc of America Funding Corp., 2004-C 3A1	3.023%	12/20/34	681,109	633,230 <sup>(a)(b)</sup>
Banc of America Funding Corp., 2006-D 2A1	3.117%	5/20/36	82,800	73,247 <sup>(a)(b)</sup>
Banc of America Funding Corp., 2006-D 6A1	3.362%	5/20/36	1,387,953	1,161,074 <sup>(a)(b)</sup>
Banc of America Funding Corp., 2006-F 1A1	2.925%	7/20/36	545,067	529,617 <sup>(a)(b)</sup>
Banc of America Funding Corp., 2006-H 3A1	2.785%	9/20/46	127,262	101,155 <sup>(a)(b)</sup>
Banc of America Funding Corp., 2014-R5 1A2	2.381%	9/26/45	3,750,000	2,408,923 <sup>(a)(b)(c)</sup>
Banc of America Funding Corp., 2014-R7 3A2	2.837%	3/26/36	5,400,421	3,604,724 <sup>(a)(c)</sup>
Banc of America Funding Corp., 2015-R2 9A2	0.678%	3/27/36	5,006,955	2,586,847 <sup>(a)(c)</sup>
Banc of America Funding Corp., 2015-R4 4A3	17.334%	1/1/30	7,132,062	4,100,514 <sup>(a)(c)</sup>
Bayview Financial Acquisition Trust, 2007-A 2A	0.789%	5/28/37	1,504,321	1,085,088 <sup>(a)(b)</sup>
Bayview Financial Asset Trust, 2007-SR1A M1	1.233%	3/25/37	3,663,987	3,172,390 <sup>(a)(c)</sup>
Bayview Financial Asset Trust, 2007-SR1A M2	1.333%	3/25/37	4,460,759	3,824,949 <sup>(a)(c)</sup>
Bayview Financial Asset Trust, 2007-SR1A M3	1.583%	3/25/37	2,021,009	1,633,759 <sup>(a)(c)</sup>
Bayview Financial Asset Trust, 2007-SR1A M4	1.933%	3/25/37	872,378	669,960 <sup>(a)(c)</sup>
BCAP LLC Trust, 2009-RR4 8A2	2.999%	9/26/35	2,431,914	1,983,879 <sup>(a)(b)(c)</sup>
BCAP LLC Trust, 2010-RR06 4A13	2.999%	9/26/35	1,994,859	1,595,042 <sup>(a)(b)(c)</sup>
BCAP LLC Trust, 2010-RR6 1212	5.500%	2/26/35	1,435,786	1,386,774 <sup>(c)</sup>
Bear Stearns Alt-A Trust, 2005-9 25A1	2.667%	11/25/35	463,625	360,725 <sup>(a)(b)</sup>
Bear Stearns Alt-A Trust, 2006-2 23A1	2.894%	3/25/36	1,668,873	1,258,674 <sup>(a)(b)</sup>
Bear Stearns Asset-Backed Securities Trust, 2003-SD2 1A	3.803%	6/25/43	77,378	76,106 <sup>(a)</sup>
Bear Stearns Asset-Backed Securities Trust, 2004-BO1 M9B	4.433%	10/25/34	454,242	418,133 <sup>(a)</sup>
Bear Stearns Asset-Backed Securities Trust, 2005-CL1 A1	0.834%	9/25/34	122,933	111,430 <sup>(a)</sup>
Bear Stearns Mortgage Funding Trust, 2007-AR5 2A1	0.613%	6/25/37	2,085,217	1,689,404 <sup>(a)(b)</sup>
Centex Home Equity Loan Trust, 2004-D MV1	1.053%	9/25/34	1,222,474	1,100,537 <sup>(a)</sup>
Chase Mortgage Finance Corp., 2006-S3 2A1	5.500%	11/25/21	252,969	206,323 <sup>(b)</sup>

See Notes to Schedule of Investments.



**WESTERN ASSET MORTGAGE DEFINED OPPORTUNITY FUND INC.**

Schedule of investments (unaudited) (cont d)

March 31, 2016

SECURITY	RATE	MATURITY DATE	FACE AMOUNT	VALUE
<b>RESIDENTIAL MORTGAGE-BACKED SECURITIES - (continued)</b>				
Chaseflex Trust, 2005-2 3A3, IO	5.067%	6/25/35	12,979,311	\$ 2,409,312 <sup>(a)</sup>
Chevy Chase Mortgage Funding Corp., 2006-2A A1	0.563%	4/25/47	239,662	183,943 <sup>(a)(b)(c)</sup>
Citicorp Mortgage Securities Inc., 2007-8 B1	5.940%	9/25/37	4,027,275	2,019,194 <sup>(a)(b)</sup>
Citigroup Mortgage Loan Trust Inc., 2004-HYB3 1A	2.718%	9/25/34	147,260	145,943 <sup>(a)(b)</sup>
Citigroup Mortgage Loan Trust Inc., 2004-UST1 A2	1.735%	8/25/34	81,882	80,398 <sup>(a)(b)</sup>
Citigroup Mortgage Loan Trust Inc., 2005-05	2.668%	8/25/35	278,765	232,801 <sup>(a)(b)</sup>
Citigroup Mortgage Loan Trust Inc., 2005-10 1A1A	2.939%	12/25/35	298,597	263,062 <sup>(a)(b)</sup>
Citigroup Mortgage Loan Trust Inc., 2006-AR5 2A1A	2.685%	7/25/36	465,876	293,634 <sup>(a)(b)</sup>
Citigroup Mortgage Loan Trust Inc., 2007-06 1A1A	2.544%	3/25/37	430,587	312,426 <sup>(a)(b)</sup>
Citigroup Mortgage Loan Trust Inc., 2007-AR8 1A1A				