

Western Asset Managed High Income Fund Inc.
as of
December 31, 2009

NEW YORK – (Business Wire) – January 21, 2010 – Western Asset Managed High Income Fund Inc. (NYSE: MHY) announces its portfolio composition as of December 31, 2009.

Investment Objective: The Fund's primary investment objective is high current income. Capital appreciation is a secondary objective.

Portfolio Composition*:

Asset Allocation

| | |
|------------------------------------|--------------|
| High Yield | 85.8% |
| Investment Grade | 7.7% |
| Emerging Market Debt | 3.7% |
| Investment Grade | 0.5% |
| <i>US Dollar</i> | 0.5% |
| Non-Investment Grade | 3.1% |
| <i>US Dollar</i> | 3.1% |
| Cash & Other Securities | 2.8% |

Credit Quality Allocation (Lower of S&P/Moody's/Fitch)

| | |
|-----------|-------|
| AAA | 1.2% |
| AA | 0.4% |
| A | 0.5% |
| BBB | 2.3% |
| BB | 16.9% |
| B | 39.9% |
| CCC | 30.7% |
| CC | 2.3% |
| C | 2.5% |
| D | 2.0% |
| Not Rated | 1.3% |

Top Ten High Yield Industries

| | |
|-----------------------|-------|
| Consumer Cyclical | 17.3% |
| Communications | 12.4% |
| Consumer Non Cyclical | 11.1% |
| Energy | 9.3% |
| Basic Industry | 9.1% |
| Electric | 8.3% |
| Capital Goods | 5.7% |
| Transportation | 3.1% |
| Bank Loans | 2.8% |
| Natural Gas | 1.7% |

Top Five Emerging Market Countries

| | |
|----------------------|------|
| Mexico | 1.3% |
| United Arab Emirates | 1.1% |
| Russia | 0.5% |
| Thailand | 0.5% |
| South Africa | 0.2% |

| | |
|---|------|
| Average Life (years) | 6.63 |
| Effective Duration (years) | 4.01 |
| Average Credit Quality (S&P) | B |
| Average Coupon (%) | 9.01 |

Portfolio Statistics:

| | |
|----------------------------|----------------|
| Inception Date | March 26, 1993 |
| Inception Price | \$12.00 |
| Total Assets | \$268,835,662 |
| Net Assets** | \$268,835,662 |
| Loans*** | 0.00% |
| Preferred Shares*** | 0.00% |
| Reverse Repos*** | 0.00% |

| | |
|---------------------|--------|
| Market Price | \$5.79 |
| NAV | \$5.81 |

(Daily NAV is available on market quotation systems using the symbol XMHYX.)

| | |
|--------------------------|--|
| Distribution Rate | \$0.0500 per share |
| Frequency | Monthly (Declared quarterly, paid monthly) |

* Portfolio holdings and weightings are historical and are presented here for informational purposes only. They are subject to change at any time.

** The difference between total assets and net assets, if any, is due primarily to the Fund's use of borrowings and other assets and liabilities; net assets do not include borrowings. The Fund may employ leverage in the form of loans, preferred stock, reverse repurchase agreements and/or other instruments. When the Fund engages in transactions that have a leveraging effect on the Fund's portfolio, the value of the Fund will be more volatile and all other risks will tend to be compounded.

*** Percentages are based on total assets.

Western Asset Managed High Income Fund Inc., a diversified closed-end investment management company, is advised by Legg Mason Partners Fund Advisor, LLC, a wholly owned subsidiary of Legg Mason, Inc., and is sub-advised by Western Asset Management Company, an affiliate of the advisor.

An investment in the Fund involves risk, including loss of principal. Investment return and the value of shares will fluctuate. Fixed income securities are subject to credit risk, inflation risk, call risk, and interest rate risks. As interest rates rise, bond prices fall, reducing the value of the Fund's share price. High yield or "junk bonds" are subject to additional risks.

For more information, please call Fund Investor Relations at 888-777-0102 or consult the Fund's web site at www.leggmason.com/cef.

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