Western Asset Mortgage Defined Opportunity Fund Inc. Form N-Q May 30, 2013

# 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, 49th Floor, New York, NY (Address of principal executive offices)

10018 (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 December 31

end:

Date of reporting period: March 31, 2013

ITEM 1. SCHEDULE OF INVESTMENTS

FORM N-Q

MARCH 31, 2013

Schedule of investments (unaudited)

SECURITY	RATE	MATURITY DATE	FACE AMOUNT	VALUE
Commercial Mortgage-Backed Securities				
1.1%				
Bayview Commercial Asset Trust, 2007-1 B1	0.874%	3/25/37	\$ 459,027	\$ 23,948(a)(b)
Federal Home Loan Mortgage Corp.	0.674%	3123131	\$ 439,021	\$ 23,940(a)(b)
(FHLMC), Multi-Family Structured				
Pass-Through Certificates, K007 X1, IO	1.226%	4/25/20	9,672,555	638,108(b)(c)
Federal Home Loan Mortgage Corp.			. , ,	111, 11(0)(0)
(FHLMC), Multi-Family Structured				
Pass-Through Certificates, K008 X1, IO	1.673%	6/25/20	2,433,155	225,408(b)(c)
Federal Home Loan Mortgage Corp.				
(FHLMC), Multi-Family Structured				
Pass-Through Certificates, K009 X1, IO	1.504%	8/25/20	7,954,035	646,480(b)(c)
GS Mortgage Securities Corp., 2010-C1				
X, IO	1.539%	8/10/43	16,471,926	1,304,157(a)(b)(c)
GS Mortgage Securities Corp., IO	2.168%	2/10/21	8,790,441	67,950(a)(b)
Total Commercial Mortgage-Backed Securities (Cost	\$2,484,554)			2,906,051
Residential Mortgage-Backed Securities 119.9%				
ABFS Mortgage Loan Trust, 2002-3 M1	5.902%	9/15/33	1,377,665	1,074,539
Accredited Mortgage Loan Trust, 2002-3 MT	3.902%	9/13/33	1,377,003	1,074,339
A1	5.210%	1/25/34	1,673,975	1,603,421
ACE Securities Corp., 2005-ASP1 M1	0.884%	9/25/35	2,200,000	1,513,157(b)
American Home Mortgage Assets, 2005-2	0.00170	<i>7120100</i>	2,200,000	1,010,107(0)
2A1A	3.012%	1/25/36	1,114,377	780,780(b)
American Home Mortgage Assets, 2006-4			, ,	, , ,
1A12	0.414%	10/25/46	3,110,929	2,044,094(b)
American Home Mortgage Investment				
Trust, 2005-1 6A	2.447%	6/25/45	156,280	147,169(b)(c)
American Home Mortgage Investment				
Trust, 2005-SD1 1A1	0.654%	9/25/35	433,906	270,931(a)(b)(c)
American Home Mortgage Investment	0.00.4~		4 0=0 000	4.000.700
Trust, 2007-1 GA1C	0.394%	5/25/47	1,970,222	1,320,708(b)
American Home Mortgage Investment	1.00407	2/25/47	12 022 214	1 (54 510 a)
Trust, 2007-2 2A American Home Mortgage Investment	1.004%	3/25/47	13,932,314	1,654,518(b)
Trust, 2007-A 4A	0.654%	7/25/46	592,062	186,183(a)(b)
Ameriquest Mortgage Securities Inc.,	0.05476	1123140	392,002	160,163(a)(b)
2005-R9 A2B	0.434%	11/25/35	107,425	107,092(b)
Argent Securities Inc., 2005-W5 A2D	0.524%	1/25/36	4,806,000	3,045,142(b)
Argent Securities Inc., 2006-M2 A2B	0.314%	9/25/36	3,202,514	1,303,619(b)
Argent Securities Inc., 2006-M2 A2C	0.354%	9/25/36	2,832,521	1,159,277(b)
Argent Securities Inc., 2006-M2 A2D	0.444%	9/25/36	747,586	309,603(b)
Argent Securities Inc., 2006-M3 A2C	0.364%	10/25/36	4,624,571	1,995,773(b)
Argent Securities Inc., 2006-M3 A2D	0.444%	10/25/36	3,363,324	1,467,523(b)

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ARM Trust, 2005-05 1A1	2.976%	9/25/35	397,339	319,694(b)(c)
ARM Trust, 2005-07 2A21	2.831%	10/25/35	1,040,000	885,099(b)(c)
ARM Trust, 2005-10 1A21	2.906%	1/25/36	576,718	488,591(b)(c)
ARM Trust, 2005-12 5A1	0.454%	3/25/36	501,412	324,653(b)
Asset-Backed Funding Certificates,				
2005-HE1 M2	0.644%	3/25/35	2,835,445	2,251,117(b)
Banc of America Funding Corp., 2004-B				
6A1	2.543%	12/20/34	889,266	609,175(b)
Banc of America Funding Corp., 2004-C				
3A1	3.145%	12/20/34	1,243,077	1,161,856(b)(c)
Banc of America Funding Corp., 2006-D				
6A1	5.102%	5/20/36	2,215,560	1,870,851(b)(c)
Banc of America Funding Corp., 2006-F				
1A1	2.630%	7/20/36	1,076,077	1,023,302(b)(c)
Banc of America Funding Corp., 2006-H				
3A1	5.962%	9/20/46	270,252	214,833(b)(c)
Banc of America Funding Corp., 2007-A				
2A1	0.363%	2/20/47	460,325	396,033(b)(c)
Banc of America Funding Corp., 2007-E				
CA9	5.789%	7/20/47	319,164	5,873(b)
Bayview Financial Acquisition Trust,				
2007-A 2A	0.554%	5/28/37	2,228,083	1,450,469(b)
Bayview Financial Asset Trust, 2007-SR1A				
M1	1.004%	3/25/37	5,083,200	3,710,736(a)(b)
Bayview Financial Asset Trust, 2007-SR1A				
M2	1.104%	3/25/37	5,502,766	3,686,853(a)(b)
Bayview Financial Asset Trust, 2007-SR1A				
M3	1.354%	3/25/37	2,440,743	1,464,446(a)(b)
Bayview Financial Asset Trust, 2007-SR1A				
M4	1.704%	3/25/37	322,743	174,281(a)(b)
BCAP LLC Trust, 2009-RR4 8A2	3.206%	9/26/35	2,607,237	1,646,792(a)(b)
BCAP LLC Trust, 2010-RR06 4A13	3.206%	9/26/35	2,134,711	1,379,845(a)(b)
BCAP LLC Trust, 2010-RR10 2A7	2.730%	12/27/34	5,054,762	3,139,639(a)(b)

See Notes to Schedule of Investments.

Schedule of investments (unaudited) (cont d)

		MATURITY	FACE	
SECURITY	RATE	DATE	AMOUNT	VALUE
Residential Mortgage-Backed Securities continued				
Bear Stearns Adjustable Rate Mortgage Trust, 2004-1				
23A1	5.362%	4/25/34	\$ 242,425	\$ 241,234(b)(c)
Bear Stearns Alt-A Trust, 2005-2 2A4	2.855%	4/25/35	262,633	227,858(b)(c)
Bear Stearns Alt-A Trust, 2005-3 4A3	2.566%	4/25/35	528,808	484,647(b)(c)
Bear Stearns Alt-A Trust, 2005-9 25A1	2.814%	11/25/35	633,099	519,406(b)(c)
Bear Stearns Alt-A Trust, 2006-2 23A1	2.839%	3/25/36	2,303,968	1,641,545(b)(c)
Bear Stearns ARM Trust, 2005-1 2A1	2.821%	3/25/35	632,870	592,109(b)(c)
Bear Stearns Asset-Backed Securities Trust, 2003-SD2				
1A	3.660%	6/25/43	100,530	99,304(b)
Bear Stearns Asset-Backed Securities Trust, 2005-CL1				
A1	0.704%	9/25/34	203,703	178,536(b)
Bear Stearns Mortgage Funding Trust, 2007-AR5 2A1	0.384%	6/25/37	2,718,780	2,085,914(b)
Chase Mortgage Finance Corp., 2005-A2 1A5	2.835%	1/25/36	3,089,598	2,738,006(b)(c)
Chase Mortgage Finance Corp., 2006-S3 2A1	5.500%	11/25/21	427,860	412,368(c)
Chevy Chase Mortgage Funding Corp., 2004-4A A2	0.494%	10/25/35	1,751,011	1,480,879(a)(b)(c)
Chevy Chase Mortgage Funding Corp., 2005-2A A1	0.384%	5/25/36	2,635,658	2,129,380(a)(b)(c)
Chevy Chase Mortgage Funding Corp., 2006-2A A1	0.334%	4/25/47	333,631	200,392(a)(b)(c)
Citigroup Mortgage Loan Trust Inc., 2005-05	1.576%	8/25/35	295,517	189,816(b)
Citigroup Mortgage Loan Trust Inc., 2005-10 1A1A	3.117%	12/25/35	453,246	335,199(b)
Citigroup Mortgage Loan Trust Inc., 2006-AR5 2A1A	2.933%	7/25/36	807,290	499,888(b)
Citigroup Mortgage Loan Trust Inc., 2007-6 1A1A	2.268%	3/25/37	642,897	378,619(b)(c)
Citigroup Mortgage Loan Trust Inc., 2007-AR8 1A1A	2.961%	8/25/47	668,231	522,423(b)(c)
Countrywide Alternative Loan Trust, 2004-J5 M1	0.804%	8/25/34	4,500,000	3,210,786(b)
Countrywide Alternative Loan Trust, 2005-14 3A1	2.574%	5/25/35	572,596	351,856(b)(c)
Countrywide Alternative Loan Trust, 2005-27 2A1	1.527%	8/25/35	3,966,422	2,810,397(b)
Countrywide Alternative Loan Trust, 2005-27 2A3	1.737%	8/25/35	3,188,617	2,491,843(b)(c)
Countrywide Alternative Loan Trust, 2005-3CB				
1A6, IO	6.946%	3/25/35	1,288,407	279,358(b)
Countrywide Alternative Loan Trust, 2005-7CB				
1A3, IO	6.396%	4/25/35	3,694,252	579,829(b)
Countrywide Alternative Loan Trust, 2005-J10 1A1	0.704%	10/25/35	382,019	288,428(b)(c)
Countrywide Alternative Loan Trust, 2006-HY10 1A1	4.759%	5/25/36	1,141,501	825,027(b)(c)
Countrywide Alternative Loan Trust, 2006-J8 A5	6.000%	2/25/37	225,065	166,744(c)
Countrywide Alternative Loan Trust, 2007-3T1 2A1	6.000%	3/25/27	1,424,510	1,298,711(c)
Countrywide Asset-Backed Certificates, 2005-13 3AV4	0.544%	4/25/36	814,320	639,155(b)
Countrywide Asset-Backed Certificates, 2007-SE1 1A1	0.754%	5/25/47	1,440,798	734,613(a)(b)
Countrywide Home Loans, 2004-16 1A3A	0.964%	9/25/34	1,844,652	1,633,669(b)(c)
Countrywide Home Loans, 2005-11 6A1	0.504%	3/25/35	139,783	114,496(b)(c)
Countrywide Home Loans, 2005-18 A7	18.963%	10/25/35	68,392	89,272(b)(c)
Countrywide Home Loans, 2005-HYB9 1A1	2.541%	2/20/36	419,263	317,529(b)
Countrywide Home Loans, 2005-R2 1AF2	0.544%	6/25/35	1,895,335	1,311,390(a)(b)
Countrywide Home Loans, 2006-HYB4 3B	3.683%	6/20/36	2,124,514	1,580,124(b)(c)
Countrywide Home Loans Mortgage Pass-Through			, ,	, , (-)(-)
Trust, 2004-23 A	2.480%	11/25/34	459,132	339,918(b)(c)
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Countrywide Home Loans Mortgage Pass-Through				
Trust, 2005-02 2A1	0.524%	3/25/35	179,993	144,536(b)(c)
Countrywide Home Loans Mortgage Pass-Through				
Trust, 2005-07 2A1	0.514%	3/25/35	420,421	354,141(b)(c)
Countrywide Home Loans Mortgage Pass-Through				
Trust, 2005-09 1A1	0.504%	5/25/35	225,817	186,408(b)(c)

See Notes to Schedule of Investments.

Schedule of investments (unaudited) (cont d)

SECURITY	RATE	MATURITY DATE	FACE AMOUNT	VALUE
Residential Mortgage-Backed Securities continued				
Countrywide Home Loans Mortgage Pass-Through				
Trust, 2005-HY10 1A1	3.354%	2/20/36	\$ 394,409	\$ 339,642(b)(c)
Countrywide Home Loans Mortgage Pass-Through	0.6046	10/00/05	1 401 200	1.020.400 (1) ( )
Trust, 2005-HYB6 1A1	2.624%	10/20/35	1,481,388	1,039,409(b)(c)
Countrywide Home Loans Mortgage Pass-Through	48.354%	8/25/35	102 005	212 5474.\(\)
Trust, 2005-J2 3A10 Countrywide Home Loans Mortgage Pass-Through	40.334%	0123133	103,905	212,547(b)(c)
Trust, 2005-R1 1AF1	0.564%	3/25/35	986,575	861,675(a)(b)(c)
Countrywide Home Loans Mortgage Pass-Through	0.50476	3123133	760,575	601,075(a)(b)(c)
Trust, 2005-R2 2A3	8.000%	6/25/35	210,507	223,661(a)(c)
Countrywide Home Loans Mortgage Pass-Through	0.00070	0,20,00	210,007	<b>22</b> 5,001(a)(c)
Trust, 2006-3 2A1	0.454%	3/25/36	815,540	659,983(b)(c)
Credit Suisse First Boston Mortgage Securities Corp.,			,	, (-)(-)
2005-10 03A3	5.500%	11/25/35	997,592	880,554(c)
Credit Suisse Mortgage Capital Certificates, 2006-8				
2A1	5.500%	10/25/21	1,949,164	1,875,493(c)
Credit Suisse Mortgage Capital Certificates, 2009-5R				
2A3	5.896%	7/26/49	4,000,000	2,203,164(a)(b)(c)
Credit-Based Asset Servicing and Securitization LLC,				
2003-RP1 M1	1.754%	3/25/33	2,741,697	2,053,199(a)(b)
Credit-Based Asset Servicing and Securitization LLC,	0.6246	5105105	2 000 000	1.600.144
2005-CB4 M1	0.624%	7/25/35	2,000,000	1,608,144(b)
Credit-Based Asset Servicing and Securitization LLC,	6.02007	10/05/27	2.507.000	2.7((.070(.)
2007-SP1 A4 Deutsche ALT-A Securities Inc. Mortgage Loan Trust,	6.020%	12/25/37	2,587,000	2,766,970(a)
2005-AR2 3A1	2.675%	10/25/35	2,108,172	1,458,343(b)(c)
Deutsche ALT-A Securities Inc. Mortgage Loan Trust,	2.07570	10/23/33	2,100,172	1,436,343(b)(c)
2006-AR1 2A1	3.110%	2/25/36	471,488	339,070(b)(c)
Deutsche ALT-A Securities Inc. Mortgage Loan Trust,	3.11070	2/23/30	171,100	333,070(8)(8)
2007-1 2A1	0.304%	8/25/37	687,552	526,653(b)(c)
Deutsche Mortgage Securities Inc., 2005-WF1 1A3	5.234%	6/26/35	2,200,000	2,240,805(a)(b)(c)
Downey Savings & Loan Association Mortgage Loan			, ,	, , , , , , , , , , , , , , , , , , , ,
Trust, 2005-AR1 2A1B	0.523%	3/19/45	943,906	333,859(b)
Downey Savings & Loan Association Mortgage Loan				
Trust, 2005-AR2 2A1A	0.413%	3/19/45	656,743	566,099(b)(c)
DSLA Mortgage Loan Trust, 2005-AR4 2A1B	0.483%	8/19/45	4,496,529	2,046,031(b)
EMC Mortgage Loan Trust, 2002-AA A1	0.674%	5/25/39	224,506	206,777(a)(b)
EMC Mortgage Loan Trust, 2006-A A1	0.654%	12/25/42	1,626,996	1,374,537(a)(b)
Federal National Mortgage Association (FNMA),				
2012-134, IO	5.946%	12/25/42	7,388,624	2,305,268(b)
First Horizon Alternative Mortgage Securities,	•	0.10 = 15 =	. <b>.</b>	4.550.55
2005-AA6 3A1	2.408%	8/25/35	1,761,645	1,558,771(b)(c)
First Horizon Alternative Mortgage Securities,	C 2500	11/05/07	202.066	220.860
2006-FA6 2A1	6.250%	11/25/36	282,066	230,860(c)

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First Horizon Alternative Mortgage Securities,				
2006-FA8 1A8	0.574%	2/25/37	610,204	383,780(b)(c)
First Horizon Mortgage Pass-Through Trust, 2005-AR4				
2A1	2.598%	10/25/35	993,185	897,641(b)(c)
Fremont Home Loan Trust, 2006-B 2A2	0.304%	8/25/36	896,050	348,305(b)
Fremont Home Loan Trust, 2006-B 2A4	0.444%	8/25/36	1,082,786	432,248(b)
Greenpoint Mortgage Funding Trust, 2005-AR4 A1	0.464%	10/25/45	683,564	567,375(b)(c)
Greenpoint Mortgage Funding Trust, 2006-AR3 4A1	0.414%	4/25/36	4,725,097	3,207,464(b)
GreenPoint Mortgage Funding Trust, 2006-AR6 A4	0.544%	10/25/46	6,453,243	2,168,438(b)
GSAMP Trust, 2004-SEA2 M2	1.454%	3/25/34	6,200,000	4,362,711(b)
GSAMP Trust, 2005-AHL2 A2C	0.444%	12/25/35	4,280,107	3,480,189(b)
GSAMP Trust, 2007-FM1 A2C	0.374%	12/25/36	2,330,011	1,185,477(b)
GSAMP Trust, 2007-FM1 A2D	0.454%	12/25/36	3,847,903	1,995,270(b)
GSMPS Mortgage Loan Trust, 2001-2 A	7.500%	6/19/32	878,342	927,135(a)(b)(c)
GSMPS Mortgage Loan Trust, 2004-4 2A1	3.490%	6/25/34	352,494	320,212(a)(b)(c)

See Notes to Schedule of Investments.

Schedule of investments (unaudited) (cont d)

		MATURITY	FACE	
SECURITY	RATE	DATE	AMOUNT	VALUE
Residential Mortgage-Backed Securities continued				
GSMPS Mortgage Loan Trust, 2005-LT1 A1	0.664%	2/25/35	\$ 301,634	\$ 246,209(a)(b)(c)(d)
GSMPS Mortgage Loan Trust, 2005-RP1 1A3	8.000%	1/25/35	202,338	216,003(a)(c)
GSMPS Mortgage Loan Trust, 2005-RP1 1A4	8.500%	1/25/35	141,370	153,740(a)(c)
GSMPS Mortgage Loan Trust, 2005-RP1 1AF	0.554%	1/25/35	430,490	371,013(a)(b)(c)
GSMPS Mortgage Loan Trust, 2005-RP3 1AF	0.554%	9/25/35	2,303,120	1,990,916(a)(b)(c)
GSMPS Mortgage Loan Trust, 2006-RP1 1A2	7.500%	1/25/36	769,593	789,390(a)
GSMPS Mortgage Loan Trust, 2006-RP1 1A3	8.000%	1/25/36	145,421	153,337(a)(c)
GSR Mortgage Loan Trust, 2005-3F 1A15	23.078%	3/25/35	63,575	72,791(b)(c)
GSR Mortgage Loan Trust, 2005-AR4 2A1	3.103%	7/25/35	597,748	494,394(b)(c)
GSR Mortgage Loan Trust, 2005-AR5 1A1	3.010%	10/25/35	236,438	208,881(b)(c)
GSR Mortgage Loan Trust, 2006-09F 5A2, IO	6.346%	10/25/36	1,356,967	283,978(b)
GSR Mortgage Loan Trust, 2006-10F 4A2, IO	6.446%	1/25/37	2,239,840	650,354(b)
Harborview Mortgage Loan Trust, 2006-02	2.908%	2/25/36	77,270	61,488(b)(c)
Homestar Mortgage Acceptance Corp., 2004-1 M1	0.734%	3/25/34	2,668,018	1,548,606(b)
Homestar Mortgage Acceptance Corp., 2004-6 M4	1.404%	1/25/35	2,448,000	2,224,392(b)
HSI Asset Loan Obligation Trust, 2007-AR1 4A1	5.260%	1/25/37	542,891	457,935(b)(c)
IMPAC Secured Assets Corp., 2004-4 M1	0.714%	2/25/35	2,340,000	1,845,205(b)
IMPAC Secured Assets Corp., 2007-1 A2	0.364%	3/25/37	994,690	803,976(b)(c)
Indymac Home Equity Loan Asset-Backed Trust,				
2001-A	0.464%	3/25/31	124,316	95,938(b)
Indymac Inda Mortgage Loan Trust, 2005-AR2 1A1	2.530%	1/25/36	245,888	232,158(b)(c)
Indymac Index Mortgage Loan Trust, 2004-AR13 1A1	2.601%	1/25/35	172,633	156,937(b)(c)
Indymac Index Mortgage Loan Trust, 2004-AR2 2A1	0.824%	6/25/34	1,864,614	1,754,358(b)(c)
Indymac Index Mortgage Loan Trust, 2005-AR15 A2	4.776%	9/25/35	195,466	180,488(b)(c)
Indymac Index Mortgage Loan Trust, 2006-AR07 3A1	2.846%	5/25/36	761,915	570,333(b)(c)
Indymac Index Mortgage Loan Trust, 2006-AR07 5A1	4.051%	5/25/36	711,432	549,779(b)
Indymac Index Mortgage Loan Trust, 2006-AR09 3A3	4.830%	6/25/36	1,124,106	1,075,989(b)(c)
Indymac Index Mortgage Loan Trust, 2006-AR11 1A1	2.941%	6/25/36	716,188	511,825(b)(c)
Indymac Index Mortgage Loan Trust, 2006-AR25 4A3	2.963%	9/25/36	2,762,286	1,551,151(b)
Indymac Index Mortgage Loan Trust, 2007-AR05 2A1	2.940%	5/25/37	3,345,911	2,507,063(b)(c)
Indymac Index Mortgage Loan Trust, 2007-AR15 2A1	4.672%	8/25/37	446,139	359,887(b)(c)
Indymac Index Mortgage Loan Trust, 2007-AR7 1A1	3.237%	11/25/37	49,829	45,912(b)(c)
Jefferies & Co., 2009-R2 5A	3.400%			