

WESTERN ASSET PREMIER BOND FUND

Form N-Q

November 23, 2009

**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 811-10603

Western Asset Premier Bond Fund
(Exact name of registrant as specified in charter)

385 East Colorado Boulevard
Pasadena, CA
(Address of principal executive offices)

91101
(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: September 30, 2009

ITEM 1. SCHEDULE OF INVESTMENTS

WESTERN ASSET PREMIER BOND FUND

FORM N-Q

SEPTEMBER 30, 2009

Portfolio of Investments**Western Asset Premier Bond Fund**

September 30, 2009 (Unaudited)

	Rate	Maturity Date	Par/Shares	Value
Long-Term Securities 145.0%				
Corporate Bonds and Notes 70.3%				
Aerospace and Defense 2.1%				
L-3 Communications Corp.	6.375%	10/15/15	\$ 535,000	\$ 540,350
Northrop Grumman Corp.	7.750%	2/15/31	1,000,000	1,318,684
The Boeing Co.	6.125%	2/15/33	600,000	668,419
TransDigm Inc.	7.750%	7/15/14	405,000	393,356A
				2,920,809
Airlines 9.2%				
America West Airlines Inc.	8.057%	7/2/20	2,577,779	2,268,446
Continental Airlines Inc.	7.160%	3/24/13	625,312	569,257B
Continental Airlines Inc.	6.900%	1/2/18	931,816	866,589
Continental Airlines Inc.	6.820%	5/1/18	913,728	785,806B
Continental Airlines Inc.	6.545%	2/2/19	1,435,863	1,356,891
Continental Airlines Inc.	8.048%	11/1/20	636,843	605,001
Continental Airlines Inc.	6.703%	6/15/21	819,937	746,143
DAE Aviation Holdings Inc.	11.250%	8/1/15	460,000	358,800A
Delta Air Lines Inc.	9.500%	9/15/14	75,000	75,000A
Delta Air Lines Inc.	12.250%	3/15/15	80,000	74,600A
Northwest Airlines Corp.	7.575%	9/1/20	586,536	480,959
Northwest Airlines Inc.	1.487%	8/6/13	2,951,780	2,213,885B,C
United Air Lines Inc.	7.032%	10/1/10	82,728	81,694B
United Air Lines Inc.	7.186%	4/1/11	17,378	16,944
US Airways Pass-Through Trust	6.850%	1/30/18	2,824,448	2,092,630B
				12,592,645
Auto Components N.M.				
Visteon Corp.	8.250%	8/1/10	42,000	10,290D
Visteon Corp.	12.250%	12/31/16	136,000	34,680A,D
				44,970
Automobiles 1.7%				
DaimlerChrysler NA Holding Corp.	7.300%	1/15/12	1,000,000	1,078,797
DaimlerChrysler NA Holding Corp.	8.500%	1/18/31	1,000,000	1,183,269
General Motors Corp.	8.375%	7/15/33	410,000	66,625D
				2,328,691
Building Products 0.4%				
Associated Materials Inc.	11.250%	3/1/14	590,000	445,450
Nortek Inc.	8.500%	9/1/14	45,000	31,050D,E
NTK Holdings Inc.	10.750%	3/1/14	500,000	13,750E
				490,250

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Capital Markets 1.5%

Morgan Stanley	6.600%	4/1/12	1,000,000	1,086,687
The Goldman Sachs Group Inc.	6.600%	1/15/12	900,000	977,284
				2,063,971

Quarterly Report to Shareholders

Portfolio of Investments - Continued

Western Asset Premier Bond Fund - Continued

September 30, 2009 (Unaudited) (continued)

	Rate	Maturity Date	Par/Shares	Value
Long-Term Securities Continued				
Corporate Bonds and Notes Continued				
Chemicals 0.8%				