

HIGH INCOME OPPORTUNITY FUND INC
Form N-Q
August 26, 2005

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- 7920**

High Income Opportunity Fund Inc.

(Exact name of registrant as specified in charter)

125 Broad Street, New York, NY 10004
(Address of principal executive offices) (Zip code)

Robert I. Frenkel, Esq.
Citigroup Asset Management
300 First Stamford Place, 4th Floor
Stamford, CT 06902
(Name and address of agent for service)

Registrant's telephone number, including area code: 1-800-451-2010

Date of fiscal year end: **September 30**
Date of reporting period: **June 30, 2005**

ITEM 1. SCHEDULE OF INVESTMENTS

HIGH INCOME OPPORTUNITY FUND INC.

FORM N-Q
JUNE 30, 2005

HIGH INCOME OPPORTUNITY FUND INC.

Schedule of Investments (unaudited) June 30, 2005

FACE AMOUNT	RATING	SECURITY	VALUE
CORPORATE BONDS & NOTES 89.1%			
Advertising 0.5%			
\$ 1,965,000	B-	Advanstar Communications, Inc., Second Priority Senior Secured Notes, 10.768% due 8/15/08 (a)	\$ 2,108,445
625,000	CCC	Vertis, Inc., Senior Secured Notes, 9.750% due 4/1/09	653,125
Total Advertising			2,761,570
Aerospace/Defense 0.4%			
650,000	BB-	Sequa Corp., Senior Notes, 9.000% due 8/1/09	719,875
1,250,000	B	Titan Corp., 8.000% due 5/15/11	1,346,875
Total Aerospace/Defense			2,066,750
Airlines 0.8%			
431,729	B+	Continental Airlines, Inc., Pass-Through Certificates: Series 2000-2, Class C, 8.312% due 4/2/11	341,362
2,380,000	B	Series 2001-2, Class D, 7.568% due 12/1/06 United Airlines, Inc., Pass-Through Certificates: Series 2000-1, Class B: 8.030% due 7/1/11 (c)	2,050,799
962,968	NR	Series 2000-2, Class B, 7.811% due 10/1/09 (c)	300,642
2,268,135	NR	Series 2001-1: Class B, 6.932% due 9/1/11 (c)	1,031,173
460,000	NR	Class C, 6.831% due 9/1/08 (c)	291,695
1,045,000	NR		307,618
Total Airlines			4,323,289
Apparel 0.5%			
1,925,000	B-	Levi Strauss & Co., Senior Notes, 8.254% due 4/1/12 (a)	1,828,750
777,000	B+	William Carter Co., Senior Subordinated Notes, Series B, 10.875% due 8/15/11	874,249
Total Apparel			2,702,999
Auto Manufacturers 1.5%			
725,000	BB+	Ford Motor Co.: Bonds, 6.625% due 10/1/28	570,201
5,275,000	BB+	Notes, 7.450% due 7/16/31 General Motors Corp.: Senior Debentures, 8.375% due 7/15/33	4,414,922
1,175,000	BB	Senior Notes, 7.125% due 7/15/13	987,000
2,125,000	BB		1,912,500
Total Auto Manufacturers			7,884,623
Auto Parts & Equipment 0.9%			

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695,000	B	Arvin Capital I, Capital Securities, 9.500% due 2/1/27	715,850
1,925,000	BBB-	Dana Corp., Notes, 6.500% due 3/1/09	1,898,762
625,000	B-	Rexnord Corp., Senior Subordinated Notes, 10.125% due 12/15/12	687,500
1,000,000	B-	Tenneco Automotive, Inc., Senior Secured Notes, Series B, 10.250% due 7/15/13	1,135,000
276,000	BB-	TRW Automotive, Inc., Senior Subordinated Notes, 11.000% due 2/15/13	318,780
Total Auto Parts & Equipment			4,755,892

See Notes to Schedule of Investments.

HIGH INCOME OPPORTUNITY FUND INC.

Schedule of Investments (unaudited) (continued) June 30, 2005

FACE AMOUNT	RATING	SECURITY	VALUE
Beverages 0.2%			
\$ 875,000	B+	Cott Beverages USA, Inc., Senior Subordinated Notes, 8.000% due 12/15/11	\$ 942,813
Building Materials 1.3%			
4,950,000	CCC+	Associated Materials, Inc.: Senior Discount Notes, step bond to yield 10.793% due 3/1/14	3,168,000
435,000	CCC+	Senior Subordinated Notes, 9.750% due 4/15/12	452,400
1,850,000	B-	Goodman Global Holding Co., Inc., Senior Notes, 6.410% due 6/15/12 (a)(d)	1,831,500
1,500,000	CCC+	Nortek, Inc., Senior Subordinated Notes, 8.500% due 9/1/14	1,402,500
Total Building Materials			6,854,400
Chemicals 4.2%			
1,020,000	BB-	Airgas, Inc., Senior Subordinated Notes, 9.125% due 10/1/11	1,106,700
1,700,000	CCC+	Aventine Renewable Energy Holdings, Inc., Secured Notes, 9.410% due 12/15/11 (a)(d)	1,640,500
1,550,000	B-	Borden U.S. Finance Corp./Nova Scotia Finance ULC, Second Priority Senior Secured Notes, 9.000% due 7/15/14 (d)	1,584,875
2,400,000	BB-	Equistar Chemicals L.P./Equistar Funding Corp., Senior Notes, 10.625% due 5/1/11	2,661,000
870,000	B+	Huntsman International LLC, Senior Notes, 9.875% due 3/1/09	935,250
1,750,000	BB-	ISP Chemco, Inc., Senior Subordinated Notes, Series B, 10.250% due 7/1/11	1,916,250
1,715,000	B+	ISP Holdings, Inc., Senior Secured Notes, Series B, 10.625% due 12/15/09	1,852,200
1,745,000	BB-	Lyondell Chemical Co., Senior Secured Notes: 11.125% due 7/15/12	1,989,300
180,000	BB-	Series B, 9.875% due 5/1/07	185,400
700,000	BBB-	Methanex Corp., Senior Notes, 8.750% due 8/15/12	804,125
655,000	B-	OM Group, Inc., Senior Subordinated Notes, 9.250% due 12/15/11	658,275
2,025,000	B-	Resolution Performance Products, Inc., Senior Subordinated Notes, 13.500% due 11/15/10	2,187,000
		Rhodia SA: Senior Notes:	
250,000	CCC+	7.625% due 6/1/10	243,750
450,000	CCC+	10.250% due 6/1/10	484,875
2,750,000	CCC+	Senior Subordinated Notes, 8.875% due 6/1/11	2,660,625
170,000	B+	Terra Capital, Inc., Senior Notes, 12.875% due 10/15/08	201,450
943,000	BB-	Westlake Chemical Corp., Senior Notes, 8.750% due 7/15/11	1,030,227

Total Chemicals

22,141,802

See Notes to Schedule of Investments.

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HIGH INCOME OPPORTUNITY FUND INC.

Schedule of Investments (unaudited) (continued)

June 30, 2005

FACE AMOUNT	RATING	SECURITY	VALUE
Coal 0.3% \$ 1,315,000	BB	Luscar Coal Ltd., Senior Notes, 9.750% due 10/15/11	