

NEW AMERICA HIGH INCOME FUND INC
Form N-CSRS
September 06, 2007

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UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

FORM N-CSR

**CERTIFIED SHAREHOLDER REPORT OF REGISTERED
MANAGEMENT INVESTMENT COMPANIES**

Investment Company Act file number 811-5399

The New America High Income Fund, Inc.
(Exact name of registrant as specified in charter)

33 Broad Street Boston, MA
(Address of principal executive offices)

02109
(Zip code)

Ellen E. Terry, 33 Broad St., Boston, MA 02109
(Name and address of agent for service)

Registrant's telephone number, including area code: 617-263-6400

Date of fiscal year end: 12/31

Date of reporting period: 1/1/07 - 6/30/07

C. Preparation of Report.

**Persons who are to respond to the collection of information
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SEC 2569 (5-07)

Item 1 - Report to Shareholders

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August 21, 2007

Dear Fellow Shareholder,

We are pleased to report to our fellow shareholders on the results of The New America High Income Fund, Inc. (the "Fund") for the period ended June 30, 2007.

Highlights of the first half of 2007 include:

The Fund's monthly dividend continued unchanged at \$.0175 per share. The regular monthly dividend has been at this level since February 2003. Of course, in the future, the dividend may fluctuate, as it has in the past, depending on portfolio results, market conditions and other factors.

While the Fund's net asset value (the "NAV") did fluctuate during the first half of the year, the NAV ended the period at \$2.19, unchanged from year-end 2006.

The market price for the Fund's shares closed at \$2.19 in trading on the New York Stock Exchange at the end of June, at parity with the NAV. Annualizing the Fund's current regular monthly dividend of \$.0175, at the opening stock price on January 2, 2007 of \$2.26, would have produced a dividend yield of 9.29%.

Over the one and three year periods ended June 30, 2007, the Fund's total return based upon its NAV has outperformed the Lipper Closed-End Fund Leveraged High Yield universe, the Credit Suisse High Yield Index, and the Citigroup 10 Year Treasury Index.

While the high yield market has provided positive returns in recent years, since late July, the U.S. financial markets, including the high yield market have experienced a downturn. None of us knows how long the unfavorable conditions will continue. As of August 17, 2007, the Fund's NAV was \$2.04 and the stock price closed on the New York Stock Exchange at \$1.77, a discount of 13%. During times of market turmoil, it is common for the market price discount to the Fund's NAV to widen.

Due to market conditions, the Fund extended the expiration date of its transferable rights offering (the "Offering") from August 20th to September 17, 2007. Since the issuance of additional common stock through the Offering causes a reduction in the Fund's leverage ratio, the Fund's Board of Directors has authorized action designed to restore the Fund's leverage ratio to approximately 40%, its general level prior to the Offering. As discussed more fully below, the leverage is an important contributor to the Fund's common stock dividend.

It bears remembering that we are shareholders of a Fund that is subject to various risks, including credit and leveraged capital structure risks. For example, the Fund's portfolio of high yield corporate bonds has more credit risk than investment grade debt. In an effort to mitigate the credit risk, T. Rowe Price Associates, Inc. ("TRP"), the Fund's investment advisor, has followed a strategy of investing in a highly diversified, relatively high quality portfolio of high yield bonds.

The Fund's leveraged capital structure is a second important source of risk. The use of leverage, in the form of the Fund's Auction Term Preferred Stock (the "ATP"), increases the volatility of the NAV. If the high yield bond market declines sufficiently, the Fund may have to reduce the leverage and reduce the common stock dividend. In favorable market conditions, the leverage enables the Fund to pay a higher common stock dividend than is possible with an unleveraged capital structure. The ATP dividend resets monthly in an auction procedure and has generally floated around one month LIBOR (the London Interbank Offered Rate), a widely used money market reference rate. Fund management entered into an interest rate swap in November 2004 in anticipation of rising interest rates to hedge against an expected increase in the ATP dividend. Under the terms of the swap agreement, the Fund pays the swap counterparty a fixed rate of 3.775% on a notional amount equal to the amount of ATP outstanding, and in turn receives from the swap counterparty a payment that fluctuates with one month LIBOR. As a result, to the extent LIBOR exceeds 3.775%, as it did during the period, the Fund receives the difference. If LIBOR is less than 3.775%, the Fund pays the difference to the swap counterparty. The swap agreement is scheduled to terminate in November 2009. Approximately 22% of the Fund's taxable income during the period was attributable to the Fund's leveraged structure and the Fund's interest rate swap.

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Total Returns for the Periods Ending June 30, 2007

	1 Year	3 Years Cumulative
New America High Income Fund (Stock Price and Dividends)*	12.21%	52.72%
New America High Income Fund (NAV and Dividends)	14.44%	38.51%
Lipper Closed-End Fund Leveraged High Yield Average	12.77%	35.18%
Credit Suisse High Yield Index	12.12%	29.64%
Citigroup 10 Year Treasury Index	4.99%	8.44%

Sources: Credit Suisse, Citigroup, Lipper, The New America High Income Fund, Inc.

Past performance is no guarantee of future results. Total return assumes the reinvestment of dividends.

The Fund's ratio of total expenses to average net assets applicable to common stock was 1.33% annualized for the six months ended June 30, 2007. The Fund's ratio of total expenses to average net assets applicable to common and preferred stock was .83% annualized for the six months ended June 30, 2007. The Fund's total returns based upon NAV and dividends in the above table reflect returns after accounting for Fund expenses.

* Because the Fund's shares may trade at either a discount or premium to the Fund's net asset value per share, returns based upon the stock price and dividends will tend to differ from those derived from the underlying change in net asset value and dividends.

Below, the Fund's investment adviser, T. Rowe Price Associates, Inc., reviews the performance of the high yield market and the Fund during the period and its outlook going forward.

High Yield Market Update

As measured by the Credit Suisse High Yield Index (the "Index"), the high yield market generated a return of 3.68% for the six-month period ended June 30, 2007. The market began the year on solid footing, with the Index rallying nicely in January and February. March, however, brought some mild turbulence, despite still delivering a modest contribution. The second quarter was not unlike the first, with the Index up nicely in the first two months before suffering a sharp reversal in June.

The March correction came as a sell-off in Chinese stocks carried over to US equities and the first signs of trouble in the housing and mortgaged-related markets emerged and pushed high yield investors to the sidelines. The market recovered quickly and resumed its ascent through April and May. By the first week of June, spreads for high yield bonds, a measure of their relative yield versus Treasuries, had reached record low levels. The June sell-off was triggered when word came that two hedge funds in the mortgage market were on the verge of collapse just as high yield investors were set to receive several large new bond deals brought to market to fund recent leveraged buyouts. This supply of new issues and the attendant shock waves from the mortgage market sent high yield bonds as an asset class down for the month. Subsequent to the end of the second quarter, credit markets have continued to show increased volatility. Finance companies engaged in originating mortgages have lost access to capital with many rendered insolvent and forced to close. This has reduced liquidity and triggered a general re-pricing of risk across the credit markets. U.S. economic data proved to be stronger than expected throughout the first half of 2007, particularly in the labor market, but the recent credit crisis has, in our view, increased the prospects that the economy could soften a few months from now and raised the odds that the Federal Reserve will cut interest rates this year or in 2008.

Strategy Update

Throughout the first half of the year, we viewed many of the newly issued offerings that came to market as unattractive from an investment standpoint. In recent years, borrowers have enjoyed the advantages brought by an ample supply of credit, including looser lending standards, less restrictive covenants and low interest rates. With the June sell-off, and a very large supply of announced, but not yet completed, leveraged buyouts in need of funding, high yield investors like the Fund are regaining more attractive terms on new issues and second chances to

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revisit deals previously passed on, but now at more attractive prices and terms. During the first six months, we continued to emphasize the middle and upper quality credit tiers of the high yield market, while limiting our exposure to the most speculative segment (those securities rated CCC or below by the major rating agencies). Throughout the first half, we have also continued to increase the Fund's exposure to bank debt and floating rate notes.

From a sector perspective, the best performing segments in the portfolio included wireless telecommunications, utilities, and metals and mining. The Fund's top performing holding was Freeport McMoRan Copper & Gold, the world's largest copper producer. The bond generated solid gains as copper prices rose sharply. Other top contributors included low-cost wireless provider MetroPCS and independent power producer NRG Energy. On the downside, some of the Fund's lower coupon holdings weighed on performance with the upward move in Treasury rates. Generally, bonds with lower coupons exhibit greater price sensitivity to a change in rates than higher coupon bonds. Examples include Ball Corp and Omnicare. Both issues have coupons of 6.875% and were more sensitive to the upward move in Treasury rates than the Fund's other holdings.

Outlook

We believe the current leveraged buyout boom could eventually plant the seeds for the next bear market in high yield bonds. In June, a few of those seeds began sprouting four large, aggressively structured private equity deals hit the high yield market simultaneously, and investors responded with overwhelmingly negative sentiment. Some of these deals were downsized or came under significantly revised terms, while some were cancelled for the time being. In the aftermath, investors were left wondering how the market will fare when a wave of even larger bond deals is expected to be issued this fall. Despite the increased volatility since the end of the quarter, we believe that global economic growth is generally intact and the fundamentals of our holdings continue to be positive. While it is never pleasant to experience the re-pricing now underway, it should ultimately lead to better terms for the bonds we consider and provide us with some attractive opportunities in the secondary market to pursue on behalf of the Fund. We have the Fund defensively positioned through exposure to bank debt, floating rate notes and BB and B-rated credits and will take a cautious and conservative approach to investing in both new issues and other opportunities we uncover.

Thank you for your continued interest in the Fund.

Sincerely,

Robert F. Birch
President
The New America High Income Fund, Inc.

Mark Vaselkiv
Vice President
T. Rowe Price Associates, Inc.

Ellen E. Terry
Vice President
The New America High Income Fund, Inc.

Paul Karpers
Vice President
T. Rowe Price Associates, Inc.

The views expressed in this update are as of the date of this letter. These views and any portfolio holdings discussed in the update are subject to change at any time based on market or other conditions. The Fund and the Adviser disclaim any duty to update these views, which may not be relied upon as investment advice. In addition, references to specific companies' securities should not be regarded as investment recommendations.

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The New America High Income Fund, Inc.

Industry Summary June 30, 2007 (unaudited)	As a Percent of Total Investments
Telecommunications	12.33%
Oil and Gas	9.34%
Broadcasting and Entertainment	8.03%
Utilities	7.10%
Electronics	6.23%
Mining, Steel, Iron and Non-Precious Metals	5.47%
Containers, Packaging and Glass	5.09%
Printing and Publishing	4.71%
Healthcare, Education and Childcare	4.48%
Finance	4.08%
Hotels, Motels, Inns and Gaming	3.24%
Personal, Food and Miscellaneous Services	2.84%
Automobile	2.83%
Retail Stores	2.81%
Building and Real Estate	2.73%
Chemicals, Plastics and Rubber	2.49%
Diversified/Conglomerate Service	2.24%
Aerospace and Defense	1.73%
Diversified/Conglomerate Manufacturing	1.29%
Beverage, Food and Tobacco	1.24%
Leisure, Amusement and Entertainment	0.87%
Ecological	0.86%
Insurance	0.73%
Machinery	0.72%
Furnishings, Housewares, Durable	
Consumer Products	0.58%
Personal Non-Durable Consumer Products	0.48%
Textiles and Leather	0.42%
Cargo Transport	0.38%
Personal Transportation	0.29%
Grocery	0.04%
Short-Term Investments	4.33%
	100.00
Moody's Investors Service Ratings June 30, 2007 (unaudited)	As a Percent of Total Investments
Short Term Prime-1	4.33%
Baa3	0.90%
Ba1	6.39%
Ba2	8.53%
Ba3	12.45%
Total Ba	27.37%
B1	13.57%
B2	17.74%
B3	19.32%
Total B	50.63%
Caa1	9.70%

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Caa2	1.82%
Caa3	0.11%
Total Caa	11.63%
Unrated	4.63%
Equity	0.51%
Total Investments	100.00%

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The New America High Income Fund, Inc.

Schedule of Investments June 30, 2007 (Unaudited) Dollar Amounts in Thousands)

Principal Amount/Units			Moody's Rating (Unaudited)	Value (Note 1(a))
CORPORATE DEBT SECURITIES 143.53% (d)				
Aerospace and Defense 2.73%				
\$	1,625	GenCorp Inc., Senior Subordinated Notes, 9.50%, 08/15/13	B1	\$ 1,729
	425	Hawker Beechcraft Acquisition Company LLC, Senior Notes, 8.50%, 04/01/15 (g)	B3	438
	500	Hawker Beechcraft Acquisition Company LLC, Senior Notes, 8.875%, 04/01/15 (g)	B3	508
	425	Hawker Beechcraft Acquisition Company LLC, Senior Subordinated Notes, 9.75%, 04/01/17 (g)	Caa1	442
	1,225	L3 Communications Corporation, Senior Subordinated Notes, 6.375%, 10/15/15	Ba3	1,167
	600	Sequa Corporation, Senior Notes, 9%, 08/01/09	B2	623
	825	TransDigm Inc., Senior Subordinated Notes, 7.75%, 07/15/14	B3	831
				5,738
Automobile 3.72%				
	800	Accuride Corporation, Senior Subordinated Notes, 8.50%, 02/01/15	B3	790
	1,125	American Axle and Manufacturing, Inc., Senior Notes, 7.875%, 03/01/17	Ba3	1,105
	425	General Motors Corporation, Senior Notes, 7.125%, 07/15/13	Caa1	397
	625	General Motors Corporation, Senior Notes, 7.20%, 01/15/11	Caa1	600
	125	General Motors Corporation,	Caa1	117

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Principal Amount/Units		Moody's Rating (Unaudited)	Value (Note 1(a))
	Senior Notes, 7.70%, 04/15/16 The Goodyear Tire & Rubber		
958	Company, Senior Notes, 8.625%, 12/01/11 (g) The Goodyear Tire & Rubber	Ba3	1,020
1,100	Company, Senior Notes, 9.135%, 12/01/09 (g) The Goodyear Tire & Rubber	Ba3	1,101
	KAR Holdings, Inc., Senior Subordinated Notes, 10%, 05/01/15 (g)	Caa1	\$ 802
\$ 825	KAR Holdings, Inc., Senior Notes, 9.358%, 05/01/14 (g)	B3	514
525	Tenneco Inc., Senior Subordinated Notes, 8.625%, 11/15/14	B3	1,110
1,075	United Components, Inc., Senior Subordinated Notes, 9.375%, 06/15/13	Caa1	285
275			7,841
Beverage, Food and Tobacco 1.96%			
	Del Monte Corporation, Senior Subordinated Notes, 8.625%, 12/15/12	B2	1,066
1,025	NPI Merger Corporation, Senior Notes, 9.37% 10/15/13 (g)	B3	556
525	NPI Merger Corporation, Senior Subordinated Notes, 10.75%, 04/15/14 (g)	Caa1	901
775	Reynolds American, Inc., Senior Notes, 7.25%, 06/01/13	Ba1	1,092
1,050	Reynolds American, Inc., Senior Notes, 7.625%, 06/01/16	Ba1	505
475			4,120
Broadcasting and Entertainment 10.80%			
	Allbritton Communications Company, Senior Subordinated Notes, 7.75%, 12/15/12	B1	1,666
1,650	AMC Entertainment, Inc., Senior	B2	74
75			

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	Subordinated Notes, 8%, 03/01/14		
	AMC Entertainment, Inc., Senior		
600	Subordinated Notes, 11%, 02/01/16	B2	669
	Barrington Broadcasting Group, LLC, Senior		
400	Subordinated Notes, 10.50%, 08/15/14 (g)	B3	417
	Bonten Media Group, Inc.,		
200	Senior Subordinated Notes, 9%, 06/01/15 (g)	Caa1	202

The accompanying notes are an integral part of these financial statements.

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The New America High Income Fund, Inc.

Schedule of Investments June 30, 2007 (Unaudited) Continued (Dollar Amounts in Thousands)

Principal Amount/Units		Moody's Rating (Unaudited)	Value (Note 1(a))
CORPORATE DEBT SECURITIES continued			
\$	425	Canadian Satellite Radio, Senior Notes, 12.75%, 02/15/14 (e)	\$ 431
	3,225	CCH II LLC, Senior Notes 10.25%, 09/15/10 Caa2	3,370
	250	Cinemark, Inc., Senior Discount Notes, 9.75%, 03/15/14 (b) B3	229
	1,000	CSC Holdings, Inc., Senior Notes, 7.25%, 07/15/08 B2	1,010
	1,303	DIRECTV Holdings, LLC, Senior Notes, 8.375%, 03/15/13 Ba3	1,365
	500	EchoStar DBS Corporation, Senior Notes, 6.625%, 10/01/14 Ba3	480
	775	EchoStar DBS Corporation, Senior Notes, 7%, 10/01/13 Ba3	761
	195	Insight Midwest, L.P., Senior Notes, 9.75%, 10/01/09 B2	195
	500	Intelsat Subsidiary Holding Company, Ltd., Senior Notes, 8.25%, 01/15/13 B2	510
	475	Kabel Deutschland GmbH, Senior Notes, 10.625%, 07/01/14 B2	525
	1,750	Lamar Media Corporation, Senior Subordinated Notes, 6.625%, 08/15/15 Ba3	1,684
	350	Local TV Finance, LLC, Senior Notes, 9.25%, 06/15/15 (g) Caa1	346
	225	Mediacom Broadband, LLC, Senior Notes, 8.50%, 10/15/15 (g) B3	228
	50	Mediacom Broadband, LLC, Senior Notes, 8.50%, 10/15/15 B3	51
	1,250	Nexstar Holdings, Inc., Senior Notes, 11.375%, 04/01/13 (b) Caa1	1,228

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Principal Amount/Units		Moody's Rating (Unaudited)	Value (Note 1(a))
\$ 625	Nexstar Broadcasting, Inc., Senior Subordinated Notes 7%, 01/15/14	B3	\$ 620
924	Panamsat Corp., Senior Notes, 9%, 08/15/14	B2	974
575	Quebecor World Capital Corporation, Senior Notes, 6.125%, 11/15/13	B2	523
500	Quebecor World, Inc., Senior Notes, 9.75%, 01/15/15 (g)	B2	516
250	Rainbow National Services LLC, Senior Notes, 8.75%, 09/01/12 (g)	B2	262
300	Rogers Cable Inc., Senior Secured Notes, 6.75%, 03/15/15	Baa3	305
300	Shaw Communications, Inc., Senior Notes, 8.25%, 04/11/10	Ba1	314
420	Sinclair Broadcast Group, Inc., Senior Subordinated Notes, 8%, 03/15/12	B1	432
1,050	TL Acquisitions, Inc., Senior Subordinated Notes, 13.25%, 07/15/15 (b)(g)	Caa2	790
825	Univision Communications, Inc., Senior Notes, 9.75%, 03/15/15 (g)	B3	823
250	Videotron Ltee., Senior Notes, 6.375%, 12/15/15	Ba2	239
825	Videotron Ltee., Senior Notes, 6.875%, 01/15/14	Ba2	811
700	XM Satellite Radio, Inc., Senior Notes 9.75%, 05/01/14	Caa1	686
			22,736
Building and Real Estate 4.32%			
900	AMH Holdings, Inc., Senior Discount Notes, 11.25%, 03/01/14 (b)	Caa2	671
625	B.F. Saul Real Estate Investment Trust, Senior Secured Notes, 7.50%, 03/01/14	Ba2	638
675		B2	683

Builders FirstSource,
Inc.,
Senior Notes,
9.61%, 02/15/12

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Principal Amount/Units		Moody's Rating (Unaudited)	Value (Note 1(a))
	Senior Notes, 9.75%, 11/15/14 Hexion Specialty Chemicals, Inc., Senior Notes, 9.75% 11/15/14 (g)	B3	78
75			
	Hexion Specialty Chemicals, Inc., Senior Notes, 9.86%, 11/15/14	B3	\$ 333
\$ 325			
	Huntsman International LLC, Senior Subordinated Notes, 7.875%, 11/15/14	B2	879
825			
	Ineos Group Holdings, plc, Senior Notes, 8.50%, 02/15/16 (g)	B2	1,144
1,175			
	INVISTA S.A.R.L., Senior Notes 9.25%, 05/01/12 (g)	Ba3	1,280
1,225			
	KI Holding., Senior Secured Notes, 9.875%, 11/15/14 (b)	B3	1,111
1,300			
	Koppers Inc., Senior Secured Notes, 9.875%, 10/15/13	B2	531
500			
	Lyondell Chemical Corporation, Senior Notes, 8.25%, 09/15/16.	B1	834
800			
	Nell AF S.a.r.l. Senior Notes, 8.375%, 08/15/15 (g)	B2	200
200			
	PolyOne Corporation, Senior Notes, 10.625%, 05/15/10	B2	323
308			
			8,284
Containers, Packaging and Glass 8.04%			
	AEP Industries, Inc., Senior Notes, 7.875%, 03/15/13	B1	825
825			
	Ball Corporation, Senior Notes, 6.875%, 12/15/12	Ba1	645
650			
	Berry Plastics Holding Corporation, Senior Secured Notes, 8.875%, 09/15/14	B3	1,236
1,225			
	Berry Plastics Holding Corporation, Senior Secured Notes, 9.235%, 09/15/14	B3	356
350			
	Berry Plastics Holding Corporation, Senior Secured 10.25%, 03/01/16	B3	525
525			

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950	Boise Cascade, LLC, Senior Subordinated, Notes, 7.125%, 10/15/14	B2	902
175	Bowater Canada Finance Corporation, Senior Notes, 7.95%, 11/15/11	B3	165
775	BWAY Corporation, Senior Subordinated Notes, 10%, 10/15/10	B3	806

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The New America High Income Fund, Inc.

Schedule of Investments June 30, 2007 (Unaudited) Continued (Dollar Amounts in Thousands)

Principal Amount/Units		Moody's Rating (Unaudited)	Value (Note 1(a))
CORPORATE DEBT SECURITIES continued			
\$	550	Clondalkin Acquisition BV, Senior Notes, 7.359%, 12/15/13 (g)	\$ 550
	275	Domtar Inc., Senior Notes, 5.375%, 12/01/13	248
	1,100	Domtar Inc., Senior Notes, 7.125%, 08/15/15	1,075
	100	Domtar Inc., Senior Notes, 9.50%, 08/01/16	109
	775	Georgia-Pacific Corporation, Senior Notes, 7%, 01/15/15 (g)	757
	900	Georgia-Pacific Corporation, Senior Notes, 7.125%, 01/15/17 (g)	864
	525	Georgia-Pacific Corporation, Senior Notes, 7.70%, 06/15/15	521
	525	Georgia-Pacific Corporation, Senior Notes, 8.125%, 05/15/11	533
	325	Graham Packaging Company, Senior Notes, 8.50%, 10/15/12	324
	450	Graphic Packaging International Inc., Senior Notes, 8.50%, 08/15/11	458
	325	Graphic Packaging International Inc., Senior Subordinated Notes, 9.50%, 08/15/13	337
	131	MDP Acquisitions Plc, Senior Notes, 9.625%, 10/01/12	138
	125	NewPage Corporation, Senior Secured Notes, 10%, 05/01/12	135
	625	NewPage Corporation, Senior Secured Notes, 11.606%, 05/01/12	681
	475	NewPage Corporation, Senior Subordinated Notes, 12%, 05/01/13	520

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Principal Amount/Units		Moody's Rating (Unaudited)	Value (Note 1(a))
	Norske Skog Canada Ltd., Senior Notes 7.375%, 03/01/14	B2	630
700			
	Plastipak Holdings, Inc., Senior Notes, 8.50%, 12/15/15 (g)	B3	368
350			
	Silgan Holdings Inc., Senior Subordinated Notes, 6.75%, 11/15/13	B1	\$ 367
\$ 375			
	Smurfit-Stone Enterprises, Inc., Senior Notes, 8%, 03/15/17	B3	802
825			
	Stone Container Corporation, Senior Notes, 8.375%, 07/01/12	B3	326
325			
	Stone Container Finance Company of Canada, Senior Notes, 7.375%, 07/15/14	B3	383
400			
	Verso Paper Holdings, LLC, Senior Notes, 9.106%, 08/01/14 (g)	B2	178
175			
	Verso Paper Holdings, LLC, Senior Notes, 9.125%, 08/01/14 (g)	B2	366
350			
	Verso Paper Holdings, LLC, Senior Subordinated Notes, 11.375%, 08/01/16 (g)	B3	799
750			
			16,929
Diversified/Conglomerate Manufacturing 2.04%			
	Bombardier Inc., Senior Notes, 6.30%, 5/01/14 (g)	Ba2	690
725			
	Bombardier Inc., Senior Notes, 6.75%, 05/01/12 (g)	Ba2	848
850			
	Hawk Corporation, Senior Notes, 8.75%, 11/01/14	B3	515
500			
	RBS Global, Inc., Senior Notes, 9.50%, 08/01/14	B3	2,243
2,175			
			4,296
Diversified/Conglomerate Service 3.54%			
	Education Management, LLC, Senior Subordinated Notes, 10.25%, 06/01/16	Caa1	2,231
2,100			
		B1	990
950			

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	Hertz Corporation, Senior Notes, 8.875%, 01/01/14		
	IKON Office Solutions, Inc., Senior Notes, 7.75%, 09/15/15	Ba3	657
650			
	Interline Brands, Inc., Senior Subordinated Notes, 8.125%, 06/15/14	B3	177
175			
	Invensys plc, Senior Notes, 9.875%, 03/15/11 (g)	B2	976
910			

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Schedule of Investments June 30, 2007 (Unaudited) Continued (Dollar Amounts in Thousands)

Principal Amount/Units		Moody's Rating (Unaudited)	Value (Note 1(a))
CORPORATE DEBT SECURITIES continued			
		Mobile Services Group, Inc.	
\$	650	Senior Notes, 9.75%, 08/01/14 (g)	\$ 701
		Rental Services Corporation, Senior Notes 9.50%, 12/01/14 (g)	844
	825		
		Sunstate Equipment Co, LLC, Senior Secured Notes, 10.50%, 04/01/13 (g)	880
	850		
			7,456
Ecological 1.36%			
		Allied Waste North America, Senior Notes, 7.875%, 04/15/13	961
	950		
		Casella Waste Systems, Inc., Senior Subordinated Notes, 9.75%, 02/01/13	1,317
	1,250		
		WCA Waste Corporation, Senior Notes, 9.25%, 06/15/14	594
	575		
			2,872
Electronics 9.24%			
		Avago Technologies Finance, Pte. Ltd., Senior Notes, 10.125%, 12/01/13	852
	800		
		Celestica Inc., Senior Subordinated Notes, 7.875%, 07/01/11	800
	825		
		Conexant Systems, Inc., Senior Notes 9.11%, 11/15/10	688
	675		
		Dycom Investments, Inc., Senior Subordinated Notes, 8.125%, 10/15/15	705
	675		
		Freescale Semiconductor, Inc., Senior Notes, 9.235%, 12/15/14 (g)	1,296
	1,350		
	775	Freescale Semiconductor, Inc., Senior Subordinated	729

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	Notes, 10.125%, 12/15/16 (g)		
	General Cable Corporation, Senior Notes, 7.125%, 04/01/17 (g)	B1	476
475			
	General Cable Corporation, Senior Notes, 7.735%, 04/01/15 (g)	B1	376
375			

Principal Amount/Units		Moody's Rating (Unaudited)	Value (Note 1(a))
\$	825	iPayment Inc., Senior Subordinated Notes, 9.75%, 05/15/14	Caa1 \$ 829
	692	iPayment Inc., Senior Subordinated Notes, 12.75%, 07/15/14 (g)(i)	(e) 716
	725	Lucent Technologies, Inc., Senior Notes 6.45%, 03/15/29	Ba2 629
	1,275	Lucent Technologies, Inc., Senior Notes 6.50%, 01/15/28	Ba2 1,119
	1,450	Nortel Networks, Ltd., Senior Notes, 9.606%, 07/15/11 (g)	B3 1,548
	675	NXP, B.V., Senior Notes, 8.106%, 10/15/13	Ba2 675
	825	NXP, B.V., Senior Notes, 9.50%, 10/15/15	B2 817
	650	Sanmina-SCI Corporation, Senior Notes, 8.11%, 06/15/10 (g)	Ba3 652
	350	Serena Software, Inc., Senior Subordinated Notes, 10.375%, 03/15/16	Caa1 377
	650	Spansion Technology, Inc., Senior Notes, 11.25%, 01/15/16 (g)	Caa1 669
	300	SS&C Technologies, Inc., Senior Subordinated Notes, 11.75%, 12/01/13	Caa1 334
	350	STATS ChipPAC Ltd., Senior Notes, 6.75%, 11/15/11	Ba1 354
	325	STATS ChipPAC Ltd., Senior Notes, 7.50%, 07/19/10	Ba1 335
	825	Sunguard Data Systems, Inc., Senior Notes, 9.125%, 08/15/13	Caa1 844
	475	Superior Essex Communications, Senior Notes, 9%, 04/15/12	B3 487
	325	Unisys Corporation, Senior Notes, 6.875%, 03/15/10	B2 317
	425	Unisys Corporation, Senior Notes,	B2 425

The accompanying notes are an integral part of these financial statements.

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The New America High Income Fund, Inc.

Schedule of Investments June 30, 2007 (Unaudited) Continued (Dollar Amounts in Thousands)

Principal Amount/Units		Moody's Rating (Unaudited)	Value (Note 1(a))
CORPORATE DEBT SECURITIES continued			
\$	250	Unisys Corporation, Senior Notes, 8%, 10/15/12 B2	\$ 242
	900	Xerox Corp., Senior Notes, 6.40%, 03/15/16 Baa3	903
	1,225	Xerox Corp., Senior Notes, 6.75%, 02/01/17 Baa3	1,255
			19,449
Finance 6.44%			
	4,675	Ford Motor Credit Company LLC, Senior Notes, 9.806% 04/15/12 B1	5,003
	3,250	General Motors Acceptance Corporation, Senior Notes, 6.875%, 08/28/12 Ba1	3,178
	1,800	General Motors Acceptance Corporation, Senior Notes, 7.56%, 12/01/14 Ba1	1,820
	1,400	General Motors Acceptance Corporation, Senior Notes, 8%, 11/01/31 Ba1	1,430
	1,015	Global Cash Access LLC, Senior Subordinated Notes, 8.75%, 03/15/12 B3	1,053
	1,100	Leucadia National Corporation, Senior Notes, 7%, 08/15/13 Ba2	1,078
			13,562
Furnishings, Housewares, Durable Consumer Products .92%			
	1,050	Sealy Mattress Company, Senior Subordinated Notes, 8.25%, 06/15/14 B2	1,074
	1,025	Simmons Company, Senior Discount Notes, 10%, 12/15/14 (b) B3	861
			1,935
Grocery .06%			
	125		129

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	United Surgical Partners International, Inc., Senior Notes, 9.25%, 05/01/17(g)	Caa1	451
450			
	Vanguard Health Holding Company II, LLC, Senior Subordinated Notes, 9%, 10/01/14	Caa1	1,156
1,175			
			14,888

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The New America High Income Fund, Inc.

Schedule of Investments June 30, 2007 (Unaudited) Continued (Dollar Amounts in Thousands)

Principal Amount/Units		Moody's Rating (Unaudited)	Value (Note 1(a))
CORPORATE DEBT SECURITIES continued			
Hotels, Motels, Inns and Gaming 4.87%			
\$ 1,025	American Casino & Entertainment Properties LLC, Senior Secured Notes, 7.85%, 02/01/12	B3	\$ 1,056
200	Buffalo Thunder Development Authority, Senior Notes, 9.375%, 12/15/14 (g)	B2	200
475	Chukchansi Economic Development Authority, Senior Notes, 8.859%, 11/15/12 (g)	B2	484
675	Fontainebleau Las Vegas Holdings, LLC, 2nd Mortgage Notes, 10.25%, 06/15/15 (g)	Caa1	675
525	Little Traverse Bay Bands of Odawa Indians, Senior Notes, 10.25%, 02/15/14 (g)	B2	541
1,500	MGM MIRAGE, Senior Notes, 8.50%, 09/15/10	Ba2	1,571
1,100	Mohegan Tribal Gaming Authority, Senior Subordinated Notes, 8%, 04/01/12	Ba2	1,136
350	MTR Gaming Group, Inc., Senior Notes, 9.75%, 04/01/10	B2	367
325	MTR Gaming Group, Inc., Senior Subordinated Notes, 9%, 06/01/12	B3	343
1,300	Pokagon Gaming Authority, Senior Notes, 10.375%, 06/15/14 (g)	B3	1,436
925	Shingle Springs Tribal Gaming Authority, 9.375%, 06/15/15 (g)	B3	931
700	Trump Entertainment Resorts Holdings,	Caa1	696

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Principal Amount/Units			Moody's Rating (Unaudited)	Value (Note 1(a))
		L.P., Senior Secured Notes, 8.50%, 06/01/15 Wimar Opco, LLC, Senior		
	850	Subordinated Notes, 9.625%, 12/15/14 (g)	B3	822
				10,258
Insurance 1.16%				
		Hub International Limited, Senior Notes, 9%, 12/15/14 (g)	B3	\$ 661
\$	675	Hub International Limited, Senior Subordinated Notes, 10.25%, 06/15/15 (g)	Caa1	825
	850	USI Holdings Corporation, Senior Notes 9.23%, 11/15/14 (g)	B3	526
	525	USI Holdings Corporation, Senior Subordinated Notes, 9.75%, 05/15/15 (g)	Caa1	423
	425			2,435
Leisure, Amusement and Entertainment 1.38%				
		AMF Bowling Worldwide, Inc. Senior Subordinated Notes, 10%, 03/01/10	B3	840
	800	K2 Inc., Senior Notes, 7.375%, 07/01/14	B1	818
	775	Universal City Development Partners, Ltd., Senior Notes, 11.75%, 04/01/10	B1	1,248
	1,175			2,906
Machinery 1.13%				
		Baldor Electric Company, Senior Notes, 8.625%, 02/15/17	B3	1,190
	1,125	Columbus McKinnon Corporation, Senior Subordinated Notes, 8.875%, 11/01/13	B2	1,190
	1,125			2,380
Mining, Steel, Iron and Non-Precious Metals 8.63%				
	275	Aleris International, Inc.,	Caa1	278

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	Senior Subordinated Notes, 10%, 12/15/16 (g) Alpha Natural Resources, LLC,		
825	Senior Notes, 10%, 06/01/12	B3	870
	Arch Western Finance LLC,		
575	Senior Notes, 6.75%, 07/01/13	B1	553
	Century Aluminum Company,		
450	Senior Notes, 7.50%, 08/15/14	B1	450

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The New America High Income Fund, Inc.

Schedule of Investments June 30, 2007 (Unaudited) Continued (Dollar Amounts in Thousands)

Principal Amount/Units		Moody's Rating (Unaudited)	Value (Note 1(a))
CORPORATE DEBT SECURITIES continued			
\$	1,225	ESCO Corporation, Senior Notes, 8.625%, 12/15/13 (g) B2	\$ 1,274
	350	ESCO Corporation, Senior Notes, 9.235%, 12/15/13 (g) B2	360
	1,125	Foundation PA Coal Company, Senior Notes, 7.25%, 08/01/14 Ba3	1,117
	1,375	Freeport-McMoRan Copper & Gold, Inc., Senior Notes, 8.25%, 04/01/15 Ba3	1,447
	6,175	Freeport-McMoRan Copper & Gold, Inc., Senior Notes, 8.375%, 04/01/17 Ba3	6,576
	750	Gerdau Ameristeel Corporation, Senior Notes, 10.375%, 07/15/11 Ba2	787
	1,000	Gibraltar Industries, Inc., Senior Subordinated Notes, 8%, 12/01/15 Ba3	1,000
	575	Metals USA Holdings Corp., Senior Notes, 11.356%, 01/15/12 (g) Caa1	572
	375	Metals USA, Inc., Senior Notes, 11.125%, 12/01/15 B3	408
	850	Novelis, Inc., Senior Notes, 7.25%, 02/15/15 B3	871
	450	Peabody Energy Corporation, Senior Notes, 7.375%, 11/01/16 Ba1	459
	575	Steel Dynamics, Inc., Senior Notes, 6.75%, 04/01/15 (g) Ba2	559
	575	Tube City IMS Corporation, Senior Subordinated Notes, 9.75%, 02/01/15 (g) B3	598
			18,179

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Oil and Gas 13.19%

		AmeriGas Partners, L.P., Senior Notes, 7.125%, 05/20/16	B1	74
75				
	1,650	AmeriGas Partners, L.P., Senior Notes, 7.25%, 05/20/15	B1	1,633
	475	Bristow Group, Inc., Senior Notes, 7.50%, 09/15/17 (g)	Ba2	474

Principal Amount/Units			Moody's Rating (Unaudited)	Value (Note 1(a))
\$	975	Chaparral Energy, Inc., Senior Notes, 8.50%, 12/01/15	Caa1	\$ 953
	950	CHC Helicopter Corporation, Senior Subordinated Notes, 7.375%, 05/01/14	B1	907
	550	Chesapeake Energy Corporation, Senior Notes, 6.50%, 08/15/17	Ba2	520
	1,900	Chesapeake Energy Corporation, Senior Notes, 6.875%, 11/15/20	Ba2	1,814
	200	Compagnie Generale de Geophysique-Veritas, Senior Notes, 7.50%, 05/15/15	Ba3	201
	975	Compagnie Generale de Geophysique-Veritas, Senior Notes, 7.75%, 05/15/17	Ba3	990
	1,075	Compton Petroleum Finance Corporation, Senior Notes, 7.625%, 12/01/13	B2	1,059
	750	Copano Energy, LLC, Senior Notes, 8.125%, 03/01/16	B2	765
	725	Denbury Resources, Inc., Senior Subordinated Notes, 7.50%, 04/01/13	B1	725
	350	Denbury Resources, Inc., Senior Subordinated Notes, 7.50%, 12/15/15	B1	350
	1,075	Encore Acquisition Company, Senior Subordinated Notes, 7.25%, 12/01/17	B1	989
	250	Ferrellgas, L.P., Senior Notes, 6.75%, 05/01/14	Ba3	237
	1,275	Ferrellgas Partners L.P., Senior Notes, 8.75%, 06/15/12	B2	1,312
	1,325	Forest Oil Corp., Senior Notes, 7.25%, 06/15/19 (g)	B1	1,282
	1,000	Hanover Compressor Company, Senior Notes,	B2	1,002

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		7.50%, 04/15/13		
		Hilcorp Energy I, L.P.,		
		Senior Notes,		
	1,250	7.75%, 11/01/15 (g)	B3	1,213
		Offshore Logistics, Inc.,		
		Senior Notes,		
	875	6.125%, 06/15/13	Ba2	831

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	225	American Greetings Corporation, Senior Notes, 7.375%, 06/01/16	Ba2	227
	1,550	Aramark Corporation, Senior Notes, 8.856%, 02/01/15 (g)	B3	1,577
Principal Amount/Units			Moody's Rating (Unaudited)	Value (Note 1(a))
\$	750	FTD, Inc., Senior Subordinated Notes, 7.75%, 02/15/14	B3	\$ 751
	800	FTI Consulting, Inc., Senior Notes, 7.625%, 06/15/13	Ba2	814
	750	FTI Consulting, Inc., Senior Notes, 7.75%, 10/01/16	Ba2	772
	600	Mac-Gray Corporation, Senior Notes, 7.625%, 08/15/15	B2	614
	850	O'Charleys, Inc., Senior Subordinated Notes, 9%, 11/01/13	B1	884
	1,325	OSI Restaurant Partners, Inc., Senior Notes, 10%, 06/15/15 (g)	Caa1	1,265
	475	Real Mex Restaurants, Inc., Senior Notes, 10%, 04/01/10	Ba2	488
	900	Restaurant Company, Senior Notes, 10%, 10/01/13	B3	874
	875	West Corporation, Senior Subordinated Notes, 11%, 10/15/16	Caa1	914
				9,180
Personal Non-Durable Consumer Products	.72%			
	800	ACCO Brands Corporation, Senior Subordinated Notes, 7.625%, 08/15/15	B2	792
	50	Jostens Holding Corporation, Senior Notes, 10.25%, 12/01/13 (b)	B3	46
	675	Jostens Intermediate Holding Corp., Senior Subordinated Notes, 7.625%, 10/01/12	B1	675
				1,513
Personal Transportation	.45%			
	975	Continental Airlines, Inc.,	B3	949

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		Senior Notes, 8.75%, 12/01/11		
Printing and Publishing	7.20%			
		Affinity Group Holding, Inc., Senior Notes, 10.875%, 02/15/12 (i)	Caa1	458
	428	Affinity Group Inc., Senior Subordinated Notes, 9%, 02/15/12	B3	880
	850			

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The New America High Income Fund, Inc.

Schedule of Investments June 30, 2007 (Unaudited) Continued (Dollar Amounts in Thousands)

Principal Amount/Units		Moody's Rating (Unaudited)	Value (Note 1(a))
CORPORATE DEBT SECURITIES continued			
	CanWest Media, Inc., Senior Subordinated Notes, 8%, 09/15/12	B3	\$ 848
\$ 853			
	Clarke American Corp., Senior Notes 10.106%, 05/15/15 (g)	Caa1	524
525			
	Clarke American Corp., Senior Notes 9.50%, 05/15/15 (g)	Caa1	695
700			
	Deluxe Corporation, Senior Notes, 7.375%, 06/01/15 (g)	Ba2	528
525			
	Dex Media East LLC, Senior Subordinated Notes, 12.125%, 11/15/12	B2	1,227
1,137			
	Dex Media Inc., Senior Discount Notes, 9%, 11/15/13 (b)	B3	71
75			
	Dex Media West LLC, Senior Subordinated Notes, 9.875%, 08/15/13	B2	856
800			
	Haight's Cross Communications Operating Company, Senior Notes, 11.75%, 08/15/11	Caa2	769
725			
	Idearc, Inc., Senior Notes, 8%, 11/15/16	B2	2,027
2,000			
	MediaNews Group, Inc., Senior Subordinated Notes, 6.375%, 04/01/14	B2	315
375			
	MediaNews Group, Inc., Senior Subordinated Notes, 6.875%, 10/01/13	B2	435
500			
	Morris Publishing Group, LLC, Senior Subordinated Notes, 7%, 08/01/13	B1	911
1,000			
	R.H. Donnelley Finance Corporation, Senior Notes, 8.875%, 01/15/16	B3	1,504
1,450			

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		R.H. Donnelley Inc., Senior Subordinated Notes, 10.875%, 12/15/12	B2	2,024
	1,900			
		Valassis Communications, Inc., Senior Notes, 8.25%, 03/01/15 (g)	B3	1,086
	1,125			
				15,158

Principal Amount/Units			Moody's Rating (Unaudited)	Value (Note 1(a))
Retail Stores	4.44%			
		Alimentation Couche-Tard, Inc., Senior Subordinated Notes, 7.50%, 12/15/13	Ba2	\$ 1,007
\$	1,000			
		AutoNation, Inc. Senior Notes, 7%, 04/15/14	Ba2	294
	300			
		AutoNation, Inc. Senior Notes, 7.356%, 04/15/13	Ba2	543
	550			
		Bon-Ton Department Stores, Inc., Senior Notes, 10.25%, 03/15/14	B3	885
	875			
		GameStop Corporation, Senior Notes, 8%, 10/01/12	Ba3	1,664
	1,600			
		Leslie's Poolmart, Inc., Senior Notes, 7.75%, 02/01/13	B2	1,159
	1,150			
		Nebraska Book Company, Inc., Senior Subordinated Notes, 8.625%, 03/15/12	B3	1,390
	1,400			
		Payless Shoesource, Inc., Senior Subordinated Notes, 8.25%, 08/01/13	B1	51
	50			
		Sally Holdings, LLC, Senior Notes, 9.25%, 11/15/14 (g)	B2	820
	800			
		Susser Holdings, LLC, Senior Notes, 10.625%, 12/15/13	B2	423
	388			
		Yankee Acquisition Corporation, Senior Notes, 8.50%, 02/15/15	B3	960
	975			
		Yankee Acquisition Corporation, Senior Subordinated Notes, 9.75%, 02/15/17	Caa1	148
	150			
				9,344

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Telecommunications 18.29%

	American Cellular Corporation, Senior Notes, 10%, 08/01/11	B3	17
16	Broadview Networks Holdings, Inc., Senior Secured Notes, 11.375%, 09/01/12 (g)	B3	509
475	Centennial Cellular Operating Co. LLC, Senior Notes, 10.125%, 06/15/13	B2	1,153
1,075	Centennial Communications Corp., Senior Notes, 10%, 01/01/13	Caa1	617
575			

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The New America High Income Fund, Inc.

Schedule of Investments June 30, 2007 (Unaudited) Continued (Dollar Amounts in Thousands)

Principal Amount/Units		Moody's Rating (Unaudited)	Value (Note 1(a))
CORPORATE DEBT SECURITIES continued			
\$	2,200	Citizens Communications Company, Senior Notes, 7.125%, 03/15/19	\$ 2,084
	2,000	Citizens Communications Company, Senior Notes, 9%, 08/15/31	2,060
	1,625	Cricket Communications, Inc., Senior Notes, 9.375%, 11/01/14	1,682
	825	Cricket Communications, Inc., Senior Notes, 9.375%, 11/01/14 (g)	854
	1,050	Digicel Limited, Senior Notes, 9.25%, 09/01/12 (g)	1,112
	600	Dobson Cellular Systems, Inc., Senior Secured Notes, 9.875%, 11/01/12	647
	1,450	Dobson Communications Corporation, Senior Notes, 8.875%, 10/01/13	1,515
	850	GCI, Inc., Senior Notes, 7.25%, 02/15/14	812
	850	iPCS Escrow Company, Senior Notes, 7.48%, 05/01/13 (g)	850
	825	iPCS Escrow Company, Senior Notes, 8.605%, 05/01/14 (g)	829
	192	Level 3 Communications, Inc., Convertible Subordinated Bonds, 6%, 09/15/09	187
	183	Level 3 Communications, Inc., Convertible Subordinated Notes, 6%, 03/15/10	176
	1,275	Level 3 Communications, Inc., Senior Notes, 9.25%, 11/01/14	1,286
	1,575	MetroPCS Wireless, Inc., Senior Notes, 9.25%, 11/01/14 (g)	1,644
	800	MetroPCS Wireless, Inc., Senior Notes, 9.25%, 11/01/14 (g)	838

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Principal Amount/Units		Moody's Rating (Unaudited)	Value (Note 1(a))
\$ 2,675	Nordic Telephone Company Holdings ApS., Senior Notes, 8.875%, 05/01/16 (g)	B2	\$ 2,852
800	Qwest Corporation, Senior Notes, 6.50%, 06/01/17 (g)	Ba1	764
1,250	Qwest Corporation, Senior Notes, 7.50%, 10/01/14	Ba1	1,281
500	Qwest Corporation, Senior Notes, 7.875%, 09/01/11	Ba1	522
825	Qwest Corporation, Senior Notes, 8.61%, 06/15/13	Ba1	897
975	Qwest Corporation, Senior Notes, 8.875%, 03/15/12	Ba1	1,053
2,400	Rogers Wireless Inc., Senior Secured Notes, 8%, 12/15/12	Ba1	2,532
1,550	Rural Cellular Corporation, Senior Notes, 8.25%, 03/15/12	Ba3	1,585
325	Rural Cellular Corporation, Senior Subordinated Notes, 11.106%, 11/01/12	Caa2	334
75	Syniverse Technologies, Inc., Senior Subordinated Notes, 7.75%, 08/15/13	B2	73
450	Time Warner Telecom Holdings, Inc., Senior Notes, 9.25%, 02/15/14	B3	478
850	Tim Hellas Telecommunications, Senior Notes, 11.106%, 01/15/15 (g)	Caa1	873
500	Valor Telecommunications Enterprise, L.L.C., Senior Notes, 7.75%, 02/15/15	Baa3	530
1,525	Wind Acquisition Finance S.A., Senior Notes, 10.75%, 12/01/15 (g)	B2	1,784
3,850	Windstream Corporation, Senior Notes, 8.625%, 08/01/16	Ba3	4,076
			38,506

Textiles and Leather .66%

	AGY Holding Corporation, Senior Notes, 11%, 11/15/14 (g)	B2	525
500			

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The New America High Income Fund, Inc.

Schedule of Investments June 30, 2007 (Unaudited) Continued (Dollar Amounts in Thousands)

Principal Amount/Units		Moody's Rating (Unaudited)	Value (Note 1(a))
CORPORATE DEBT SECURITIES continued			
		Interface, Inc., Senior Subordinated Notes, 9.50%, 02/01/14	
\$	100	B3	\$ 108
		Rafaella Apparel Group, Inc., Senior Secured, 11.25%, 06/15/11	
	760	B2	768
			1,401
Utilities 10.27%			
		The AES Corporation, Senior Notes, 9.375%, 09/15/10	
	1,075	B1	1,139
		The AES Corporation, Senior Secured Notes, 9%, 05/15/15 (g)	
	2,500	Ba3	2,650
		Allegheny Energy Supply Company, LLC, Senior Notes, 8.25%, 04/15/12 (g)	
	1,050	Ba3	1,118
		Dynegy Holdings Inc., Senior Notes 7.50%, 06/01/15 (g)	
	1,150	B2	1,085
		Dynegy Holdings Inc., Senior Notes 7.75%, 06/01/19 (g)	
	1,325	B2	1,236
		Mirant North America, LLC, Senior Notes, 7.375%, 12/31/13	
	775	B2	794
		NRG Energy, Inc., Senior Notes, 7.25%, 02/01/14	
	1,275	B1	1,278
		NRG Energy, Inc., Senior Notes, 7.375%, 02/01/16	
	4,800	B1	4,812
		Orion Power Holdings, Inc., Senior Notes, 12%, 05/01/10	
	1,650	B2	1,869
		Reliant Energy, Incorporated, Senior Notes, 6.75%, 12/15/14	
	450	B2	461
		Reliant Energy, Incorporated, Senior Notes, 7.625%, 06/15/14	
	800	B3	780
		Reliant Energy, Incorporated, Senior Notes, 7.875%, 06/15/17	
	650	B3	630

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		Roseton-Danskammer 2001, Senior Secured Notes, 7.27%, 11/08/10	Ba3	711
	700	Sierra Pacific Resources, Senior Notes, 7.803%, 06/15/12	B1	235
Principal Amount/Units			Moody's Rating (Unaudited)	Value (Note 1(a))
	\$ 2,050	Sierra Pacific Resources, Senior Notes, 8.625%, 03/15/14	B1	\$ 2,193
		Utilicorp Canada Financial Corporation, Senior Notes, 7.75%, 06/15/11	Ba3	633
	600			21,624
		Total Corporate Debt Securities (Total cost of \$300,789)		302,199
BANK DEBT SECURITIES 6.77% (d)				
Automobile .24%				
	500	The Goodyear Tire & Rubber Company, 8.82%, 03/01/11 (h)	B3	503
Broadcasting and Entertainment 1.63%				
	750	Local TV Finance, LLC, 7.36%, 05/07/13 (h)	Ba3	751
	750	TL Acquisitions, Inc., 8.07%, 07/15/14 (h)	B1	739
	2,000	Univision Communications, Inc., 7.605%, 09/29/14 (h)	Ba3	1,956
				3,446
Electronics .60%				
	746	Infor Enterprise Solutions Holdings, Inc., 9.11%, 07/28/12 (h)	B3	751
	500	Infor Global Solutions, Inc., 11.61%, 03/15/14 (h)	Caa2	506
				1,257
Hotels, Motels, Inns and Gaming .24%				
	500	Fontainebleau Las Vegas, LLC, 8.61%, 06/06/14 (h)	B1	501
Oil and Gas 1.56%				
	500	Dresser, Inc., 11.11%, 05/04/15 (h)	B3	504
	496	Lyondell Chemical Company, 6.856%, 08/16/13 (h)	Ba2	496
	1,500	SandRidge Energy, Inc., 8.625%, 04/01/15 (h)	B3	1,530

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	SandRidge Energy, Inc., 8.975%, 04/01/14 (h)	B3	765
750			3,295

The accompanying notes are an integral part of these financial statements.

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The New America High Income Fund, Inc.

Schedule of Investments June 30, 2007 (Unaudited) Continued (Dollar Amounts in Thousands)

Principal Amount/Units			Moody's Rating (Unaudited)	Value (Note 1(a))
BANK DEBT SECURITIES continued				
Personal, Food and Miscellaneous Services .12%				
\$	250	OSI Restaurant Partners LLC, 7.607%, 05/09/14 (h)	B1	\$ 250
Printing and Publishing .24%				
	500	Penton Media, Inc., 7.605%, 02/01/13 (h)	B1	501
Telecommunications 1.19%				
	1,746	MetroPCS Wireless, Inc., 7.625%, 11/03/13 (h)	B3	1,751
	750	Trilogy International Partners LLC, 8.86%, 06/27/12 (h)	B2	752
				2,503
Utilities .95%				
	1750	NRG Energy, Inc., 7.11%, 02/01/13 (h)	Ba1	1,752
	250	NRG Energy, Inc., 7.86%, 02/01/14 (h)	B2	249
				2,001
		Total Bank Debt		
		(Total cost of \$14,271)		14,257
Shares				
PREFERRED STOCK .76% (d)				
Automobile .51%				
	49,000	General Motors Corporation, Senior Convertible, Series B, Preferred Stock, 5.25%	Caa1	1,073
Banking 0.00%				
	57,935	WestFed Holdings, Inc., Cumulative, Series A, Preferred Stock, 15.50% (a)(c)	(e)	
Broadcasting and Entertainment .25%				
	483	Spanish Broadcasting System, Inc., Series B, Preferred Stock, 10.75%	B3	530
		Total Preferred Stock		
		(Total cost of \$6,450)		1,603
Shares			Moody's Rating (Unaudited)	Value (Note 1(a))

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COMMON STOCK and WARRANTS .04% (d)				
\$	27,474	WestFed Holdings, Inc., Common Stock (a)(c).		\$
	10,052	WKI Holding Company, Inc., Common Stock (c)(f)(h)		90
		Total Common Stock and Warrants (Total cost of \$2,295)		90
Principal Amount/Units				
SHORT-TERM INVESTMENTS 6.84% (d)				
	1,000	Alpine Securitization Corp., Commercial Paper, Due 07/10/07, Discount of 5.32%	P-1	999
	1,000	Chariot Funding LLC, Commercial Paper, Due 07/16/07, Discount of 5.30% (g)	P-1	998
	1,200	CRC Funding, LLC, Commercial Paper, Due 08/03/07, Discount of 5.27%	P-1	1,194
	1000	Dexia Delaware LLC, Commercial Paper, Due 08/15/07, Discount of 5.27%	P-1	994
	1,000	Fairway Finance Company LLC, Commercial Paper, Due 07/13/07, Discount of 5.375%	P-1	998
	1,000	Falcon Asset Securitization, Commercial Paper, Due 07/17/07, Discount of 5.28%	P-1	998
	1,000	Hewlett-Packard Company, Commercial Paper, Due 07/20/07, Discount of 5.26% (g)	P-1	997
	1,000	Jupiter Securitization Corporation, Commercial Paper, Due 07/09/07, Discount of 5.35% (g)	P-1	999
	1,000	Kitty Hawk Funding Corp., Commercial Paper, Due 07/06/07, Discount of 5.33%	P-1	999
	1,000	MassMutual Funding LLC, Commercial Paper, Due 07/18/07, Discount of 5.27%	P-1	997
	1,000	New York State Power Authority, Commercial Paper, Due 07/06/07, Discount of 5.25%	P-1	999

The accompanying notes are an integral part of these financial statements.

The New America High Income Fund, Inc.

Statement of Assets and Liabilities**June 30, 2007 (Unaudited)**

(Dollars in thousands, except per share amounts)

Assets:

INVESTMENTS IN SECURITIES, at value (Identified

cost of \$338,196 see Schedule of Investments

and Notes 1 and 2)

\$ 332,540

INTEREST RATE SWAP, at fair value (Note 6)

4,203

CASH

914

RECEIVABLES:

Investment securities sold

6,362

Interest and dividends

5,849

Swap settlement

145

PREPAID EXPENSES

103

DEFERRED OFFERING EXPENSES (Note 10)

572

Total assets

\$ 350,688

Liabilities:**PAYABLES:**

Investment securities purchased

\$ 8,875

Dividend on common stock

262

Dividend on preferred stock

279

ACCRUED EXPENSES (Note 3)

202

ACCRUED OFFERING EXPENSES (Note 10)

519

Total liabilities

\$ 10,137

Auction Term Preferred Stock:

\$1.00 par value, 1,000,000 shares authorized,

5,200 shares issued and outstanding,

liquidation preference of \$25,000 per share

(Notes 4 and 5)

\$ 130,000

Net Assets

\$ 210,551

Represented By:**COMMON STOCK:**

\$0.01 par value, 200,000,000 shares authorized,

96,232,751 shares issued and outstanding

\$ 962

CAPITAL IN EXCESS OF PAR VALUE

387,165

UNDISTRIBUTED NET INVESTMENT INCOME

(Note 2)

1,100

ACCUMULATED NET REALIZED LOSS FROM

SECURITIES TRANSACTIONS (Note 2)

(177,223)

NET UNREALIZED DEPRECIATION ON

INVESTMENTS AND INTEREST RATE SWAPS

(1,453)

Net Assets Applicable To Common Stock

(Equivalent to \$2.19 per share, based on

96,232,751 shares outstanding)

\$ 210,551

Statement of Operations**For the Six Month Period Ended**

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June 30, 2007 (Unaudited) (Dollars in thousands)

Investment Income: (Note 1)	
Interest income	\$ 13,124
Other income	623
Dividend income	105
Total investment income	\$ 13,852
Expenses:	
Cost of leverage:	
Preferred and auction (Note 5)	\$ 174
Total cost of leverage	\$ 174
Professional services:	
Management (Note 3)	\$ 586
Custodian and transfer agent	115
Legal (Note 8)	62
Audit	27
Total professional services	\$ 790
Administrative:	
General administrative (Note 8)	\$ 240
Directors	107
NYSE	44
Shareholder communications	23
Shareholder meeting	20
Miscellaneous	17
Total administrative	\$ 451
Total expenses	\$ 1,415
Net investment income	\$ 12,437
Realized and Unrealized Gain (Loss) on Investment Activities:	
Realized gain on investments, net	\$ 3,433
Net swap settlement receipts (Note 6)	\$ 1,010
Change in net unrealized depreciation on investments	\$ (5,154)
Change in unrealized appreciation on interest rate swap agreement	20
Total change in net unrealized depreciation on investments and interest rate swap	\$ (5,134)
Net loss on investments and interest rate swap	\$ (691)
Cost of Preferred Leverage	
Distributions to preferred stockholders	\$ (3,430)
Net increase in net assets resulting from operations	\$ 8,316

The accompanying notes are an integral part of these financial statements.

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The New America High Income Fund, Inc.

Statements of Changes in Net Assets (Dollars in thousands, except per share amounts)

	Six Months Ended June 30, 2007 (Unaudited)	For the Year Ended December 31, 2006
From Operations:		
Net investment income	\$ 12,437	\$ 23,504
Realized gain on investments, net	3,433	556
Net swap settlement receipts	1,010	1,680
Change in net unrealized depreciation on investments and other financial instruments	(5,134)	7,014
Distributions from net investment income related to preferred stock		
Dividends to preferred stockholders	(3,430)	(6,557)
Net increase in net assets resulting from operations	\$ 8,316	\$ 26,197
From Fund Share and Auction Term Preferred Stock Transactions:		
Net asset value of 734,559 shares and 1,173,203 shares issued to common stockholders for reinvestment of dividends in 2007 and 2006, respectively	1,638	2,527
Increase in net assets resulting from fund share transactions	\$ 1,638	\$ 2,527
Distributions to Common Stockholders:		
From net investment income (\$.09 and \$.21 per share in 2007 and 2006, respectively)	\$ (8,402)	\$ (20,274)
Total net increase in net assets	\$ 1,552	\$ 8,450
Net Assets Applicable to Common Stock:		
Beginning of period	\$ 208,999	\$ 200,549
End of period (Including \$1,100 of undistributed net investment income and \$(1,539) of accumulated deficit of net investment income at June 30, 2007 and December 31, 2006, respectively)	\$ 210,551	\$ 208,999

The accompanying notes are an integral part of these financial statements.

The New America High Income Fund, Inc.

Financial Highlights
Selected Per Share Data and Ratios
For Each Share of Common Stock Outstanding Throughout the Period

	For the Six Months Ended June 30, 2007 (Unaudited)	2006	2005	For the Years Ended December 31,		
				2004	2003 (b)	2002
NET ASSET VALUE:						
Beginning of period	\$ 2.19	\$ 2.13	\$ 2.26	\$ 2.19	\$ 1.89	\$ 2.61
NET INVESTMENT INCOME	.13	.25	.25	.26	.26#	.37
NET REALIZED AND UNREALIZED GAIN (LOSS) ON INVESTMENTS AND OTHER FINANCIAL INSTRUMENTS	(.02)	.07	(.11)	.09	.34	(.72)
DISTRIBUTIONS FROM NET INVESTMENT INCOME RELATED TO PREFERRED STOCK:	(.02)	(.05)	(.05)	(.05)	(.06)	(.08)
TOTAL FROM INVESTMENT OPERATIONS	.09	.27	.09	.30	.54	(.43)
DISTRIBUTIONS TO COMMON SHAREHOLDERS:						
From net investment income	(.09)	(.21)	(.22)	(.23)	(.22)	(.29)
TOTAL DISTRIBUTIONS	(.09)	(.21)	(.22)	(.23)	(.22)	(.29)
Effect of rights offering and related expenses; and Auction Term Preferred Stock offering costs and sales load					(.02)	
NET ASSET VALUE:						
End of period	\$ 2.19	\$ 2.19	\$ 2.13	\$ 2.26	\$ 2.19	\$ 1.89
PER SHARE MARKET VALUE:						
End of period	\$ 2.19	\$ 2.26	\$ 2.03	\$ 2.19	\$ 2.16	\$ 2.01
TOTAL INVESTMENT RETURN	.76%	22.82%	2.47%	12.80%	19.23%	(12.97)%

The accompanying notes are an integral part of these financial statements.

The New America High Income Fund, Inc.

Financial Highlights**Selected Per Share Data and Ratios****For Each Share of Common Stock Outstanding Throughout the Period Continued**

	For the	For the Years Ended December 31,				
	Six Months Ended June 30, 2007 (Unaudited)	2006	2005	2004	2003 (b)	2002
NET ASSETS, END OF PERIOD, APPLICABLE TO COMMON STOCK (a)	\$ 210,551	\$ 208,999	\$ 200,549	\$ 212,165	\$ 204,705	\$ 131,170
NET ASSETS, END OF PERIOD, APPLICABLE TO PREFERRED STOCK (a)	\$ 130,000	\$ 130,000	\$ 130,000	\$ 130,000	\$ 130,000	\$ 100,000
TOTAL NET ASSETS APPLICABLE TO COMMON AND PREFERRED STOCK, END OF PERIOD (a)	\$ 340,551	\$ 338,999	\$ 330,549	\$ 342,165	\$ 334,705	\$ 231,170
EXPENSE RATIOS:						
Ratio of preferred and other leverage expenses to average net assets*	.16%**	.16%	.16%	.15%	.16%	.18%
Ratio of operating expenses to average net assets*	1.17%**	1.21%	1.23%	1.27%	1.56%	1.46%
RATIO OF TOTAL EXPENSES TO AVERAGE NET ASSETS*	1.33%**	1.37%	1.39%	1.42%	1.72%	1.64%
RATIO OF NET INVESTMENT INCOME TO AVERAGE NET ASSETS*	11.72%**	11.54%	11.48%	12.02%	12.81%	16.48%
RATIO OF TOTAL EXPENSES TO AVERAGE NET ASSETS APPLICABLE TO COMMON AND PREFERRED STOCK	.83%**	.84%	.85%	.87%	1.05%	.89%
RATIO OF NET INVESTMENT INCOME TO AVERAGE NET ASSETS APPLICABLE TO COMMON AND PREFERRED STOCK	7.29%**	7.05%	7.03%	7.38%	7.79%	8.91%
PORTFOLIO TURNOVER RATE	38.15%	64.08%	61.54%	70.90%	120.47%	82.47%

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(a) Dollars in thousands.

(b) The Fund issued Series C ATP on October 17, 2003. The per share data and ratios for the year ended December 31, 2003 reflect this transaction.

* Ratios calculated on the basis of expenses and net investment income applicable to the common shares relative to the average net assets of the common stockholders only.

** Annualized

Calculation is based on average shares outstanding during the indicated period due to the per share effect of the Fund's August, 2003 rights offering.

Total investment return is calculated assuming a purchase of common stock at the current market value on the first day and a sale at the current market value on the last day of each year reported. Dividends and distributions are assumed for purposes of this calculation to be reinvested at prices obtained under the dividend reinvestment plan. This calculation does not reflect brokerage commissions.

The accompanying notes are an integral part of these financial statements.

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The New America High Income Fund, Inc.

**Information Regarding
Senior Securities**

	June 30, 2007 (Unaudited)	2006	2005	As of December 31,		
				2004	2003	2002
TOTAL AMOUNT OUTSTANDING:						
Preferred Stock	\$ 130,000,000	\$ 130,000,000	\$ 130,000,000	\$ 130,000,000	\$ 130,000,000	\$ 100,000,000
ASSET COVERAGE:						
Per Preferred Stock Share						
(1)	\$ 65,491	\$ 65,192	\$ 63,567	\$ 65,801	\$ 64,366	\$ 57,793
INVOLUNTARY LIQUIDATION PREFERENCE:						
Preferred Stock Share						
(2)	\$ 25,000	\$ 25,000	\$ 25,000	\$ 25,000	\$ 25,000	\$ 25,000
APPROXIMATE MARKET VALUE:						
Per Preferred Stock Share						
(2)	\$ 25,000	\$ 25,000	\$ 25,000	\$ 25,000	\$ 25,000	\$ 25,000

(1) Calculated by subtracting the Fund's total liabilities from the Fund's total assets and dividing such amount by the number of Preferred Shares outstanding.

(2) Plus accumulated and unpaid dividends.

The accompanying notes are an integral part of these financial statements.

The New America High Income Fund, Inc.

Notes to Financial Statements
June 30, 2007 (Unaudited)

(1) Significant Accounting and Other Policies

The New America High Income Fund, Inc. (the Fund) was organized as a corporation in the state of Maryland on November 19, 1987 and is registered with the Securities and Exchange Commission as a diversified, closed-end investment company under the Investment Company Act of 1940. The Fund commenced operations on February 26, 1988. The investment objective of the Fund is to provide high current income while seeking to preserve stockholders' capital through investment in a professionally managed, diversified portfolio of "high yield" fixed-income securities.

The Fund invests primarily in fixed maturity corporate debt securities that are rated less than investment grade. Risk of loss upon default by the issuer is significantly greater with respect to such securities compared to investment grade securities because these securities are generally unsecured and are often subordinated to other creditors of the issuer and because these issuers usually have high levels of indebtedness and are more sensitive to adverse economic conditions, such as a recession, than are investment grade issuers. In some cases, the collection of principal and timely receipt of interest is dependent upon the issuer attaining improved operating results, selling assets or obtaining additional financing.

The Fund may focus its investments in certain industries, subjecting it to greater risk than a Fund that is more diversified. See the schedule of investments for information on individual securities as well as industry diversification and credit quality ratings.

The Fund's financial statements have been prepared in conformity with accounting principles generally accepted in the United States for investment companies that require the management of the Fund to, among other things, make estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting periods. Actual results could differ from those estimates.

The following is a summary of significant accounting policies consistently followed by the Fund, which are in conformity with those generally accepted in the investment company industry.

(a) *Valuation of Investments* Investments for which market quotations are readily available are stated at market value, which is determined by using the most recently quoted bid price provided by an independent pricing service or principal market maker. Independent pricing services provide market quotations based primarily on quotations from dealers and brokers, market transactions, accessing data from quotations services, offering sheets obtained from dealers and various relationships between securities. Short-term investments with original maturities of 60 days or less are stated at amortized cost, which approximates market value. Following procedures approved by the Board of Directors, investments for which market quotations are not readily available (primarily fixed-income corporate bonds and notes) are stated at fair value on the basis of subjective valuations furnished by securities dealers and brokers. Other investments, for which market quotations are not readily available with a cost of approximately \$7,214,000 and a value of \$90,000, are valued in good faith at fair market value using methods determined by the Board of Directors.

(b) *Securities Transactions and Net Investment Income* Securities transactions are recorded on trade date. Realized gains or losses on sales of securities are calculated on the identified cost basis. Interest income is accrued on a daily basis. Discount on short-term investments is amortized to investment income. Premiums or discounts on corporate debt securities are amortized based on the interest method for financial reporting purposes. All income on original issue

The New America High Income Fund, Inc.

Notes to Financial Statements - Continued
June 30, 2007 (Unaudited)

discount and step interest bonds is accrued based on the effective interest method. The Fund does not amortize market premiums or discounts for tax purposes. Dividend payments received in the form of additional securities are recorded on the ex-dividend date in an amount equal to the value of the security on such date.

(c) *Federal Income Taxes* It is the Fund's policy to comply with the requirements of the Internal Revenue Code of 1986, as amended, applicable to regulated investment companies and to distribute substantially all of its taxable income to its shareholders each year. Accordingly, no federal income tax provision is required.

(d) *New Accounting Pronouncements* Effective June 29, 2007, the Fund adopted Financial Accounting Standards Board ("FASB") Interpretation No. 48 ("FIN 48"), *Accounting for Uncertainty in Income Taxes*, a clarification of FASB Statement No. 109, *Accounting for Income Taxes*. FIN 48 establishes financial reporting rules regarding recognition and measurement of tax positions taken or expected to be taken on a tax return. FIN 48 applies to all open tax years as of the date of effectiveness. The adoption of FIN 48 had no impact on the financial statements of the Fund.

In September 2006, the FASB released the Statement of Financial Accounting Standard No. 157 ("FAS 157"), *Fair Value Measurements*. FAS 157 clarifies the definition of fair value and establishes the framework for measuring fair value, as well as proper disclosure of this methodology in the financial statements. It will be effective for the Fund's fiscal year beginning January 1, 2008. Management is evaluating the effects of FAS 157; however it is not expected to have a material impact on the Fund's net assets or results of operations.

(2) Tax Matters and Distributions

At June 30, 2007, the total cost of securities (including temporary cash investments) for federal income tax purposes was approximately \$339,411,000. Aggregate gross unrealized gain on securities in which there was an excess of value over tax cost was approximately \$4,882,000. Aggregate unrealized loss on securities in which there was an excess of tax cost over value was approximately \$11,753,000. Net unrealized loss on investments for tax purposes at June 30, 2007 was approximately \$6,871,000.

At December 31, 2006, the Fund had approximate capital loss carryovers available to offset future capital gains, if any, to the extent provided by regulations:

Carryover Available	Expiration Date
\$ 35,581,000	December 31, 2007
21,821,000	December 31, 2008
67,043,000	December 31, 2009
45,239,000	December 31, 2010
7,387,000	December 31, 2011
125,000	December 31, 2012
954,000	December 31, 2013
1,481,000	December 31, 2014
\$ 179,631,000	

It is the policy of the Fund to reduce future distributions of realized gains to shareholders to the extent of the unexpired capital loss carry forward.

The tax character of distributions paid to common and preferred shareholders of approximately \$26,777,000 and \$24,790,000 in 2006 and 2005, respectively, was from ordinary income.

As of December 31, 2006, the components of distributable earnings on a tax basis were approximately:

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Undistributed Net Investment Income	\$	411,000
Undistributed Long-Term Gain		
Unrealized Gain	\$	1,946,000
Capital Losses Carry Forward	\$	(179,631,000)

The difference between components of distributable earnings on a tax basis and the amounts reflected in

The New America High Income Fund, Inc.

Notes to Financial Statements - Continued
June 30, 2007 (Unaudited)

the Statement of Assets and Liabilities are primarily due to market discount adjustments, and deductibility of preferred stock dividends. For the year ended December 31, 2006, the Fund reclassified \$1,412,000 between undistributed income and accumulated net realized losses from transactions relating to permanent differences between financial and tax reporting.

Distributions on common stock are declared based upon annual projections of the Fund's investment company taxable income. The Fund records all dividends and distributions payable to shareholders on the ex-dividend date and declares and distributes income dividends monthly.

The Fund was required to amortize market discounts and premiums for financial reporting purposes beginning January 1, 2001. This new accounting policy results in additional interest income in some years and decreased interest income in others for financial reporting purposes only. The Fund does not amortize market discounts or premiums for tax purposes. Therefore, the additional or decreased interest income for financial reporting purposes does not result in additional or decreased common stock dividend income.

(3) Investment Advisory Agreement

T. Rowe Price Associates, Inc. (T. Rowe Price), the Fund's Investment Advisor, earned approximately \$586,000 in management fees during the six months ended June 30, 2007. Management fees paid by the Fund to T. Rowe Price were calculated at 0.50% on the first \$50,000,000 of the Fund's average weekly net assets, 0.40% on the next \$50 million and 0.30% on average weekly net assets in excess of \$100 million. T. Rowe Price's fee is calculated based on assets attributable to the Fund's common and auction term preferred stock. At June 30, 2007, the fee payable to T. Rowe Price was approximately \$97,000, which was included in accrued expenses on the accompanying statement of assets and liabilities.

(4) Auction Term Preferred Stock (ATP)

The Fund had 5,200 shares of ATP issued and outstanding at June 30, 2007. The ATP's dividends are cumulative at a rate determined at an auction, and dividend periods will typically be 28 days unless notice is given for periods to be longer or shorter than 28 days. Dividend rates ranged from 5.22% - 5.30% for the six months ended June 30, 2007. The average dividend rate as of June 30, 2007 was 5.25%.

The ATP is redeemable, at the option of the Fund, or subject to mandatory redemption (if the Fund is in default of certain coverage requirements) at a redemption price equal to \$25,000 per share plus accumulated and unpaid dividends. The ATP has a liquidation preference of \$25,000 per share plus accumulated and unpaid dividends. The Fund is required to maintain certain asset coverages with respect to the ATP under the Fund's Charter and the 1940 Act in order to maintain the Fund's Aaa/AAA ratings by Moody's Investors Service, Inc. and Fitch, Inc., respectively.

(5) ATP Auction-Related Matters

Bankers Trust Company (BTC) serves as the ATP's auction agent pursuant to an agreement entered into on January 4, 1994. The term of the agreement is unlimited and may be terminated by either party. BTC may resign upon notice to the Fund, such resignation to be effective on the earlier of the 90th day after the delivery of such notice and the date on which a successor auction agent is appointed by the Fund. The Fund may also replace BTC as auction agent at any time.

After each auction, BTC as auction agent will pay to each broker-dealer, from funds provided by the Fund, a maximum service charge at the annual rate of 0.25 of 1% or such other percentage subsequently agreed to by

The New America High Income Fund, Inc.

Notes to Financial Statements - Continued
June 30, 2007 (Unaudited)

the Fund and the broker-dealers, of the purchase price of shares placed by such broker-dealers at such auction. In the event an auction scheduled to occur on an auction date fails to occur for any reason, the broker-dealers will be entitled to service charges as if the auction had occurred and all holders of shares placed by them had submitted valid hold orders. The Fund incurred approximately \$174,000 for service charges for the six months ended June 30, 2007. This amount is included under the caption preferred and auction fees in the accompanying statement of operations.

(6) Interest Rate Swaps

The Fund entered into an interest payment swap arrangement with Fleet National Bank (Fleet) for the purpose of partially hedging its dividend payment obligations with respect to the ATP. Pursuant to the Swap Arrangement the Fund makes payments to Fleet on a monthly basis at a fixed annual rate. In exchange for such payment Fleet makes payments to the Fund on a monthly basis at a variable rate determined with reference to one month LIBOR. The variable rate remained constant at 5.32% for the six months ended June 30, 2007. The effective date, notional amount, maturity and fixed rate of the swap is as follows:

Effective Date	Notional Contract Amount	Maturity	Fixed Annual Rate
11/5/04	\$130 million	11/5/09	3.775%

Swap transactions, which involve future settlement, give rise to credit risk. Credit risk is the amount of loss the Fund would incur in the event counterparties failed to perform according to the terms of the contractual commitments. In the event of nonperformance by the counterparty, the Fund's dividend payment obligation with respect to the ATP would no longer be partially hedged. Therefore, the ATP dividend would no longer be partially fixed. In an unfavorable interest rate environment, the Fund would be subject to higher net ATP dividend payments, resulting in less income available for the common share dividend. The Fund does not anticipate nonperformance by any counterparty. While notional contract amounts are used to express the volume of interest rate swap agreements, the amounts potentially subject to credit risk, in the event of nonperformance by counterparties, are substantially smaller.

The Fund recognizes all freestanding derivative instruments in the balance sheet as either assets or liabilities and measures them at fair value. Any change in the unrealized gain or loss is recorded in current earnings. For the six months ended June 30, 2007, the Fund's obligations under the swap agreements were less than the amount received from Fleet by approximately \$1,010,000 and such amount is included in the accompanying statement of operations.

The estimated fair value of the interest rate swap agreement at June 30, 2007 amounted to approximately \$4,203,000 of unrealized gain and is presented in the accompanying balance sheet.

(7) Purchases and Sales of Securities

Purchases and proceeds of sales or maturities of long-term securities during the six months ended June 30, 2007 were approximately:

Cost of purchases	\$ 124,280,000
Proceeds of sales or maturities	\$ 129,271,000

(8) Related Party Transactions

A partner of Goodwin Procter LLP, counsel to the Fund, serves as a Director of the Fund. Fees earned by Goodwin Procter LLP amounted to approximately \$49,000 for the six months ended June 30, 2007.

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The Fund paid approximately \$146,000 during the six months ended June 30, 2007 to two officers of the Fund for the provision of certain administrative services.

The New America High Income Fund, Inc.

Notes to Financial Statements - Continued
June 30, 2007 (Unaudited)**(9) Investments in Restricted Securities**

(Dollars in thousands)

The Fund is permitted to invest in restricted securities. The total restricted securities (excluding 144A issues) at June 30, 2007 amounts to \$14,347 and represents 6.81% of net assets to common shareholders.

Description	Acquistition Date	Principal Amount/ Shares	Acquisition Cost	Value
The Goodyear Tire & Rubber Company, 8.82%, 03/01/11	7/17/06-7/26/06	\$ 500	\$ 505	\$ 503
Dresser, Inc., 11.11%, 05/04/15	5/4/07	500	500	504
Fontainebleau Las Vegas, LLC, 8.61%, 06/06/14	5/24/07	500	500	501
Infor Enterprise Solutions Holdings, Inc., 9.11%, 07/28/12	7/25/06	746	746	751
Infor Global Solutions, Inc., 11.61%, 03/15/14	3/1/07	500	505	506
Local TV Finance, LLC, 7.36%, 05/07/13	5/7/07-5/17/07	750	751	751
Lyondell Chemical Company, 6.856%, 08/06/13	9/28/06	496	496	496
MetroPCS Wireless, Inc., 7.625%, 11/03/13	2/21/07-2/27/07	1,746	1,768	1,751
NRG Energy, Inc., 7.11%, 02/01/13	6/8/07	1,750	1,750	1,752
NRG Energy, Inc., 7.86%, 02/01/14	6/8/07	250	250	249
OSI Restaurant Partners LLC, 7.607%, 05/09/14	5/4/07	250	250	250
Penton Media, Inc., 7.605%, 02/01/13	2/6/07	\$ 500	\$ 500	\$ 501
SandRidge Energy, Inc., 8.625%, 04/01/15	3/8/07-3/9/07	1,500	1,506	1,530
SandRidge Energy, Inc., 8.975%, 04/01/14	3/8/07	750	750	765
TL Acquisitions, Inc., 8.07%, 07/15/14	6/27/07	750	743	739

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Trilogy International Partners LLC, 8.86%, 06/27/12	6/22/07-6/27/07	750	750	752
Univision Communications, Inc., 7.605%, 09/29/14	3/16/07	2,000	2,000	1,956
WKI Holding Company, Inc.	3/13/03	10	2,295	90
Total				\$ 14,347

(10) Rights Offering

The Fund issued to stockholders of record as of the close of business on July 24, 2007, rights to subscribe for an aggregate of 32,143,181 shares of common stock, \$.01 par value per share, of the Fund. One right was issued for each three full shares of common stock beneficially held on the record date. Due to market conditions the Fund extended the expiration date of its transferable rights offering from August 20, 2007 to September 17, 2007. Each right entitles its holder to purchase one new share at a price equal to the lower of: (i) 94% of the average of the last reported sales price of a share on the New York stock Exchange on the expiration date (September 17, 2007) and on the previous 9 business days, and (ii) 94% of the NAV per share as of the close of business on the expiration date. In addition the deferred offering expense of approximately \$572,000 will be netted against the rights offering proceeds.

The New America High Income Fund, Inc.

Notes to Financial Statements - Continued
Supplemental Information (Unaudited)

Availability of Portfolio Holdings

The Fund provides a complete schedule of its portfolio holdings quarterly. The lists of holdings as of the end of the second and fourth quarters appear in the Fund's semi-annual and annual reports to shareholders, respectively. The schedules of portfolio holdings as of the end of the first and third quarters are filed with the Securities and Exchange Commission (the "SEC") on Form N-Q (the "Forms") within 60 days of the end of the first and third quarters. Shareholders can look up the Forms on the SEC's web site at www.sec.gov. The Forms may also be reviewed and copied at the SEC's public reference room in Washington, D.C. You may call the SEC at 1-800-SEC-0330 for information about the SEC's web site and their public reference room. In addition, the Forms may be reviewed on the Fund's web site at www.newamerica-hyb.com

Compliance Certifications

On June 20, 2007, your Fund submitted a CEO annual certification to the New York Stock Exchange (NYSE) on which the Fund's principal executive officer certified that he was not aware, as of that date, of any violation by the Fund of the NYSE's Corporate Governance listing standards. In addition, as required by Section 302 of the Sarbanes-Oxley Act of 2002 and related SEC rules, the Fund's principal executive and principal financial officers have made quarterly certifications, included in filings with the SEC on Forms N-CSR and N-Q, relating to, among other things, the Fund's disclosure controls and procedures and internal control over financial reporting.

Common and Auction Term Preferred Stock Transactions

From time to time in the future, the Fund may effect redemptions and/or repurchases of its ATP as provided in the applicable constituent instruments or as agreed upon by the Fund and sellers. The Fund intends to effect such redemptions and/or repurchases to the extent necessary to maintain applicable asset coverage requirements.

The Fund may purchase shares of its Common Stock in the open market when the Common Stock trades at a discount to net asset value or at other times if the Fund determines such purchases are in the best interest of its stockholders. There can be no assurance that the Fund will take such action in the event of a market discount to net asset value or that Fund purchases will reduce a discount.

The New America High Income Fund, Inc.

Directors

Robert F. Birch
Joseph L. Bower
Richard E. Floor
Bernard J. Korman
Ernest E. Monrad
Marguerite A. Piret

Officers

Robert F. Birch President
Ellen E. Terry Vice President, Treasurer
Richard E. Floor Secretary

Investment Advisor

T. Rowe Price Associates, Inc.
100 E. Pratt Street
Baltimore, Maryland 21202

Administrator

The New America High Income Fund, Inc.
33 Broad Street
Boston, MA 02109
(617) 263-6400

Custodian

State Street Bank and Trust Company
225 Franklin Street
Boston, MA 02110

Transfer Agent

American Stock Transfer & Trust Company
59 Maiden Lane
New York, NY 10038
(866) 624-4105
Web site: www.amstock.com

Listed: NYSE
Symbol: HYB
Web site: www.newamerica-hyb.com

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American Stock Transfer & Trust Company
59 Maiden Lane
New York, NY 10038

**The New
America
High Income
Fund, Inc.**

Semi-Annual

Report

June 30, 2007

Item 2 - Code of Ethics - Not required in semi-annual filing.

Item 3 - Audit Committee Financial Experts - Not required in a semi-annual filing.

Item 4 - Principal Accountant Fees and Services - Not required in semi-annual filing.

Item 5 - Audit Committee of Listed Registrant - Not required in semi-annual filing.

Item 6 - Schedule of Investments - Included as part of the report to shareholders filed under Item 1 of this Form.

Item 7 - Disclosure of Proxy Voting Policies and Procedures for Closed-End Management Investment Companies - Not required in semi-annual filing.

Item 8 - Portfolio Managers of Closed-End Management Investment Companies

Item 8(a)(1)

The New America High Income Fund (the Fund) is managed by an Investment Advisory Committee co-chaired by Mark J. Vaselkiv and Paul Karpers. Messrs. Vaselkiv and Karpers share day-to-day responsibility for managing the Fund and work with the Committee in developing and executing the Fund's investment program. Their biographies are as follows:

Mark J. Vaselkiv

Mark Vaselkiv is a Vice President of T. Rowe Price Group, Inc., and T. Rowe Price Associates, Inc., and a Portfolio Manager in the Fixed Income Group, heading taxable high-yield bond management. He serves as President of the T. Rowe Price High Yield Fund and Chairman of the High Yield Fund Investment Advisory Committee. Prior to joining the firm in 1988, he was employed as a Vice President, analyzing and trading high-yield debt securities for Shenkman Capital Management, Inc., New York, and a Private Placement Credit Analyst in the Capital Markets Group of Prudential Insurance Company. Mark earned a B.A. in Political Science from Wheaton College, Illinois, and an M.B.A. in finance from New York University.

Paul A. Karpers, CFA

Paul Karpers is a Vice President of T. Rowe Price Group, Inc., and T. Rowe Price Associates, Inc., and a High Yield Portfolio Manager/Analyst in the Fixed Income Group. Prior to joining the firm in 1995, he was an Analyst with the Vanguard Group in Philadelphia. Paul earned a B.S. in Finance from LaSalle University and an M.B.A. with concentrations in Finance and Information Systems from New York University. He has also achieved the Chartered Financial Analyst accreditation and is a member of the Association for Investment Management and Research and the Baltimore Securities Analyst Society.

Item 8(a)(2)

Other Accounts:**Mark Vaselkiv:**

	Number of Accounts	TOTAL Assets
• registered investment companies:	9	\$ 6,234.3 million
• other pooled investment vehicles:	6	\$ 1,814.6 million
• other accounts:	13	\$ 1,995.9 million

As of 7/31/2007.

Paul Karpers:

	Number of Accounts	TOTAL Assets
• registered investment companies:	1	\$ 325.1 million
• other pooled investment vehicles:	0	
• other accounts:	0	

As of 7/31/2007.

None of the accounts listed above have performance-based fees.

Conflicts of Interest

Portfolio managers at T. Rowe Price typically manage multiple accounts. These accounts may include, among others, mutual funds, separate accounts (assets managed on behalf of institutions such as pension funds, colleges and universities, foundations), and commingled trust accounts. Portfolio managers make investment decisions for each portfolio based on the investment objectives, policies, practices and other relevant investment considerations that the managers believe are applicable to that portfolio. Consequently, portfolio managers may purchase (or sell) securities for one portfolio and not another portfolio. T. Rowe Price has adopted brokerage and trade allocation policies and procedures which it believes are reasonably designed to address any potential conflicts associated with managing multiple accounts for multiple clients. Also, as disclosed under the Portfolio Manager's Compensation section, our portfolio managers' compensation is determined in the same manner with respect to all portfolios managed by the portfolio manager.

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Item 8(a)(3)

Compensation:

Portfolio manager compensation consists primarily of a base salary, a cash bonus, and an equity incentive that usually comes in the form of a stock option grant. Occasionally, portfolio managers will also have the opportunity to participate in venture capital partnerships. Compensation is variable and is determined based on the following factors.

Investment performance over one-, three-, five-, and 10-year periods is the most important input. We evaluate performance in absolute, relative, and risk-adjusted terms. Relative performance and risk-adjusted performance are determined with reference to the broad based index (ex. CS First Boston High Yield) and an applicable Lipper index (ex. High Current Yield Funds Average), though other benchmarks may be used as well. Investment results are also compared to comparably managed funds of competitive investment management firms.

Performance is primarily measured on a pre-tax basis though tax-efficiency is considered and is especially important for tax efficient funds. It is important to note that compensation is viewed with a long term time horizon. The more consistent a manager's performance over time, the higher the compensation opportunity. The increase or decrease in a fund's assets due to the purchase or sale of fund shares is not considered a material factor.

Contribution to our overall investment process is an important consideration as well. Sharing ideas with other portfolio managers, working effectively with and mentoring our younger analysts, and being good corporate citizens are important components of our long term success and are highly valued.

All employees of T. Rowe Price, including portfolio managers, participate in a 401(k) plan sponsored by T. Rowe Price Group. In addition, all employees are eligible to purchase T. Rowe Price common stock through an employee stock purchase plan that features a limited corporate matching contribution. Eligibility for and participation in these plans is on the same basis as for all employees. Finally, all vice presidents of T. Rowe Price Group, including all portfolio managers, receive supplemental medical/hospital reimbursement benefits.

This compensation structure is used for all portfolios managed by the portfolio manager.

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Item 8(a)(4)

Ownership of Securities

Portfolio Manager	Fund	Dollar Range of Equity Securities Beneficially Owned*
Mark J. Vaselkiv	New America High Income Fund	None
Paul A. Karpers	New America High Income Fund	None

* As of 7/31/2007.

Item 8(b) Not applicable.

Item 9 - Purchases of Equity Securities by Closed-End Management Investment Company and Affiliated Purchasers - Not applicable.

Item 10 - Submission of Matters to a Vote of Security Holders - Not applicable.

ITEM 11. CONTROLS AND PROCEDURES.

(a) The Fund's principal executive officer and principal financial officer concluded that the Fund disclosure controls and procedures (as defined in Rule 30a-3(c) under the 1940 Act) provide reasonable assurances that information required to be disclosed by the Fund on Form N-CSR is recorded, processed, summarized and reported within the required time periods and that information required to be disclosed by the Fund in the reports that it files or submits on Form N-CSR is accumulated and communicated to the Fund's management, including its principal executive and principal financial officers, as appropriate to allow timely decisions regarding required disclosure, based on their evaluation of the disclosure controls and procedures as of a date within 90 days of the filing date of this report.

(b) There was no change in the Fund's internal control over financial reporting (as defined in Rule 30a-3(d) under the 1940 Act) that occurred during the Fund's second fiscal quarter that has materially affected, or is reasonably likely to materially affect, the Fund's internal control over financial reporting.

ITEM 12. EXHIBITS.

(a)(1) Not Applicable.

(a)(2) The certifications required by Rule 30a-2(a) under the 1940 Act.

(a)(3) Not Applicable.

(b) The certifications required by Rule 30a-2(b) under the 1940 Act.

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934 and the Investment Company Act of 1940, the registrant has duly caused this report to be signed on its behalf by the undersigned, thereunto duly authorized.

The New America High Income Fund, Inc.

By: /s/ Robert F. Birch
Name: Robert F. Birch
Title: President and Director
Date: September 6, 2007

Pursuant to the requirements of the Securities Exchange Act of 1934 and the Investment Company Act of 1940, this report has been signed below by the following persons on behalf of the registrant and in the capacities and on the dates indicated.

By: /s/ Robert F. Birch
Name: Robert F. Birch
Title: President
Date: September 6, 2007

By: /s/ Ellen E. Terry
Name: Ellen E. Terry
Title: Treasurer
Date: September 6, 2007