

ABERDEEN ASIA-PACIFIC INCOME FUND INC  
Form N-Q  
September 25, 2008

**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:                 | 811-04611   |
| Exact name of registrant as specified in charter:   | Aberdeen Asia-Pacific Income Fund, Inc.   |
| Address of principal executive offices:             | 800 Scudders Mill Road,<br>Plainsboro,<br>New Jersey 08536  |
| Name and address of agent for service:              | Ms. Megan Kennedy<br>Aberdeen Asset Management Inc.<br>1735 Market Street<br>37 <sup>th</sup> Floor<br>Philadelphia, PA 19103 |
| Registrant's telephone number, including area code: | 1-800-522-5465  |
| Date of fiscal year end:                            | 10/31/08  |
| Date of reporting period:                           | 7/31/08   |

**Item 1 Schedule of Investments**

## Portfolio of Investments

As of July 31, 2008 (unaudited)

| Principal Amount<br>(000)             | Description  | Value<br>(US\$) |
|---------------------------------------|--|-----------------|
| <b>LONG-TERM INVESTMENTS - 128.0%</b> |  |                 |
| <b>AUSTRALIA - 71.0%</b>              |  |                 |
|                                       | <b>ABN Amro Bank NV,</b>                               |                 |
| AUD 15,000                            | 6.50%, 5/17/13(a)(b)                                   | \$ 12,244,798   |
|                                       | <b>AMP Bank, Ltd.,</b>                                 |                 |
| AUD 5,000                             | 8.7633%, 4/07/09(a)(b)                                 | 4,689,022       |
|                                       | <b>AMP Group Finance Services, Ltd.,</b>               |                 |
| AUD 8,000                             | 9.00%, 5/16/11   | 7,552,475       |
|                                       | <b>ANZ Banking Corporation,</b>                        |                 |
| AUD 12,000                            | 6.25%, 5/23/11(a)(b)                                   | 10,549,858      |
| AUD 14,000                            | 8.50%, 4/22/13   | 13,204,282      |
|                                       | <b>Asian Development Bank,</b>                         |                 |
| AUD 20,000                            | 7.125%, 3/19/13  | 18,940,114      |
|                                       | <b>Australia Postal Corporation,</b>                   |                 |
| AUD 22,000                            | 6.00%, 3/25/09   | 20,485,177      |
|                                       | <b>AXA SA,</b>   |                 |
| AUD 9,000                             | 7.50%, 10/26/16(a)(b)                                  | 6,719,755       |
| AUD 8,000                             | 9.2067%, 10/26/16(a)(b)                                | 6,565,059       |
|                                       | <b>Bank of America Corp.,</b>                          |                 |
| AUD 7,000                             | 6.50%, 9/15/09   | 6,446,127       |
|                                       | <b>BHP Finance Limited,</b>                            |                 |
| AUD 12,000                            | 6.25%, 8/15/08   | 11,292,160      |
|                                       | <b>Caisse d Amortissement de la Dette Sociale,</b>     |                 |
| AUD 16,500                            | 7.50%, 2/28/13   | 15,787,950      |
|                                       | <b>CFS Gandel Retail Trust,</b>                        |                 |
| AUD 4,000                             | 6.25%, 12/22/14  | 3,089,411       |
| AUD 5,000                             | 8.085%, 7/31/09(a)(b)                                  | 4,669,639       |
|                                       | <b>Cie de Financement Foncier,</b>                     |                 |
| AUD 15,000                            | 6.25%, 1/30/17   | 12,991,867      |
|                                       | <b>Commonwealth of Australia,</b>                      |                 |
| AUD 51,650                            | 6.00%, 2/15/17   | 47,915,415      |
| AUD 88,600                            | 7.50%, 9/15/09   | 84,302,730      |
| AUD 6,000                             | 8.75%, 8/15/08   | 5,652,492       |
|                                       | <b>Commonwealth Bank of Australia,</b>                 |                 |
| AUD 25,200                            | 6.25%, 9/01/09   | 23,451,955      |
| AUD 10,000                            | 8.50%, 6/24/11   | 9,522,231       |
|                                       | <b>Deutsche Bank AG,</b>                               |                 |
| AUD 2,400                             | 7.50%, 10/19/12  | 2,182,445       |
|                                       | <b>Eurofima,</b>                                       |                 |
| AUD 15,000                            | 6.00%, 8/15/10   | 13,804,782      |
|                                       | <b>European Investment Bank,</b>                       |                 |
| AUD 21,500                            | 7.00%, 1/24/12   | 20,268,713      |
|                                       | <b>FGL Finance Australia, Ltd.,</b>                    |                 |
| AUD 5,500                             | 6.25%, 3/17/10   | 5,004,937       |
|                                       | <b>General Electric Capital Australia Funding Pty,</b> |                 |
| AUD 9,500                             | 5.75%, 2/11/10   | 8,597,213       |
| AUD 4,500                             | 6.00%, 6/15/11   | 3,957,336       |
| AUD 10,700                            | 6.00%, 8/17/12   | 9,131,543       |
| AUD 11,000                            | 6.00%, 5/15/13   | 9,230,514       |
| AUD 30,000                            | 6.50%, 11/15/11  | 26,532,890      |
|                                       | <b>General Property Trust Management,</b>              |                 |

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|     |        |   |            |
|-----|--------|---|------------|
| AUD | 4,000  | 6.50%, 8/22/13                          | 3,042,677  |
|     |        | <b>Goldman Sachs Group, Inc.,</b>       |            |
| AUD | 12,500 | 6.35%, 4/12/16                          | 9,702,524  |
|     |        | <b>HBOS PLC,</b>                        |            |
| AUD | 4,000  | 6.75%, 5/01/12(a)(b)                    | 3,376,328  |
|     |        | <b>Heritage Building Society, Ltd.,</b> |            |
| AUD | 5,000  | 8.5267%, 12/04/11(a)(b)                 | 4,315,785  |
|     |        | <b>HSBC Finance Corp.,</b>              |            |
| AUD | 10,000 | 6.50%, 9/22/11                          | 8,452,948  |
| AUD | 4,000  | 8.055%, 9/22/11(a)(b)                   | 3,472,616  |
|     |        | <b>Hypo Real Estate Bank Intl.,</b>     |            |
| AUD | 24,500 | 6.25%, 8/16/11                          | 22,268,512 |
| AUD | 5,000  | 8.01%, 2/22/11(a)(b)                    | 4,525,480  |
|     |        | <b>ING Bank Australia, Ltd.,</b>        |            |
| AUD | 10,000 | 7.00%, 4/24/12                          | 8,975,123  |
|     |        | <b>International Finance Corp.,</b>     |            |
| AUD | 14,000 | 7.50%, 2/28/13                          | 13,457,411 |
|     |        | <b>Kreditanstalt fuer Wiederaufbau,</b> |            |
| AUD | 25,000 | 7.50%, 8/26/11                          | 23,810,757 |
|     |        | <b>Landwirtschaftliche Rentenbank,</b>  |            |
| AUD | 25,000 | 6.00%, 9/15/09                          | 23,179,177 |
| AUD | 9,100  | 6.00%, 5/30/13                          | 8,156,008  |

## Portfolio of Investments (continued)

As of July 31, 2008 (unaudited)

| Principal Amount<br>(000)                |        | Description                                  | Value<br>(US\$) |
|--|--------|--|-----------------|
| <b>LONG-TERM INVESTMENTS - CONTINUED</b> |        |  |                 |
| <b>AUSTRALIA (continued)</b>             |        |  |                 |
|  |        | <b>Macquarie Bank, Ltd.,</b>                 |                 |
| AUD                                      | 1,500  | 6.50%, 9/15/09(a)(b)                         | \$ 1,361,914    |
| AUD                                      | 7,000  | 6.50%, 5/31/12(a)(b)                         | 5,327,875       |
| AUD                                      | 5,000  | 8.34%, 5/31/12(a)(b)                         | 4,259,242       |
|  |        | <b>Merrill Lynch &amp; Co., Inc.,</b>        |                 |
| AUD                                      | 10,000 | 6.085%, 10/06/10                             | 8,531,252       |
| AUD                                      | 6,000  | 6.75%, 3/12/14                               | 4,583,354       |
|  |        | <b>Mirvac Group Funding, Ltd.,</b>           |                 |
| AUD                                      | 5,000  | 8.4067%, 9/15/10(a)(b)                       | 4,613,755       |
|  |        | <b>Monumental Global Funding, Ltd.,</b>      |                 |
| AUD                                      | 11,500 | 6.50%, 11/08/11                              | 9,983,046       |
|  |        | <b>Morgan Stanley,</b>                       |                 |
| AUD                                      | 5,000  | 8.3417%, 3/01/13(a)(b)                       | 4,243,997       |
|  |        | <b>National Australia Bank,</b>              |                 |
| AUD                                      | 20,000 | 8.25%, 5/20/13                               | 18,815,088      |
|  |        | <b>National Capital Trust III,</b>           |                 |
| AUD                                      | 3,500  | 8.8133%, 9/30/16(a)(b)                       | 2,686,908       |
|  |        | <b>National Wealth Management,</b>           |                 |
| AUD                                      | 2,500  | 6.75%, 6/16/16(a)(b)                         | 1,951,470       |
|  |        | <b>Nederlands Waterschapsbank,</b>           |                 |
| AUD                                      | 9,400  | 5.875%, 3/15/10                              | 8,646,129       |
| AUD                                      | 4,530  | 6.25%, 3/30/12                               | 4,133,278       |
|  |        | <b>New South Wales Treasury Corporation,</b> |                 |
| AUD                                      | 20,500 | 6.00%, 5/01/12                               | 18,782,588      |
| AUD                                      | 26,000 | 7.00%, 12/01/10                              | 24,538,813      |
|  |        | <b>Orica Ltd.,</b>                           |                 |
| AUD                                      | 5,000  | 9.2133%, 6/11/09                             | 4,715,085       |
|  |        | <b>QBE International Holdings PLC,</b>       |                 |
| AUD                                      | 5,000  | 9.38%, 8/03/10(a)(b)                         | 4,592,333       |
|  |        | <b>QIC Shopping Centre Fund Pty. Ltd.,</b>   |                 |
| AUD                                      | 5,000  | 8.47%, 6/05/09(a)(b)                         | 4,687,576       |
|  |        | <b>Queensland Treasury Corporation,</b>      |                 |
| AUD                                      | 10,000 | 6.00%, 7/14/09                               | 9,335,973       |
| AUD                                      | 38,400 | 6.00%, 6/14/11                               | 35,449,082      |
| AUD                                      | 86,500 | 6.00%, 8/14/13                               | 78,815,531      |
| AUD                                      | 82,000 | 6.00%, 10/14/15                              | 73,498,335      |
| AUD                                      | 17,900 | 6.00%, 9/14/17                               | 15,883,305      |
| AUD                                      | 17,000 | 6.00%, 6/14/21                               | 14,878,930      |
| AUD                                      | 13,900 | 6.50%, 4/16/12                               | 12,971,348      |
|  |        | <b>Rabobank Capital Fund Trust,</b>          |                 |
| AUD                                      | 5,000  | 8.5333%, 12/31/14(a)(b)(c)                   | 4,033,869       |
|  |        | <b>Rabobank Nederland,</b>                   |                 |
| AUD                                      | 13,000 | 6.00%, 3/18/10                               | 11,914,276      |
|  |        | <b>RWH Finance Pty. Limited,</b>             |                 |
| AUD                                      | 4,800  | 6.20%, 3/26/17                               | 3,885,979       |
|  |        | <b>Snowy Hydro Ltd.,</b>                     |                 |
| AUD                                      | 10,000 | 5.75%, 2/25/10                               | 9,023,079       |
|  |        | <b>SNS Bank Nederland,</b>                   |                 |
| AUD                                      | 5,000  | 7.88%, 11/08/11(a)(b)                        | 4,463,998       |
|  |        | <b>SPI Australia Finance Pty. Ltd.,</b>      |                 |

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|     |        |  |            |
|-----|--------|--|------------|
| AUD | 10,000 | 6.25%, 11/14/08                                | 9,360,907  |
|     |        | <b>SPI Electricity &amp; Gas,</b>              |            |
| AUD | 15,000 | 6.50%, 11/03/11                                | 13,342,559 |
|     |        | <b>St. George Bank, Ltd,</b>                   |            |
| AUD | 10,500 | 6.50%, 7/26/11(a)(b)                           | 9,183,708  |
| AUD | 10,500 | 10.00%, 5/09/13(a)(b)                          | 10,111,656 |
|     |        | <b>Suncorp Metway Insurance, Ltd.,</b>         |            |
| AUD | 5,000  | 6.75%, 9/23/14(a)(b)                           | 4,030,546  |
| AUD | 5,000  | 8.75%, 5/30/11                                 | 4,726,225  |
| AUD | 5,000  | 8.775%, 9/23/14(a)(b)                          | 4,396,339  |
|     |        | <b>Sydney Airport Finance,</b>                 |            |
| AUD | 3,500  | 6.25%, 11/21/11                                | 3,084,803  |
|     |        | <b>Telstra Corporation, Ltd.,</b>              |            |
| AUD | 21,500 | 7.25%, 11/15/12                                | 19,377,836 |
| AUD | 2,000  | 8.75%, 1/20/15                                 | 1,823,883  |
|     |        | <b>Treasury Corp. of Victoria,</b>             |            |
| AUD | 25,000 | 7.50%, 8/15/08                                 | 23,539,811 |
| AUD | 2,850  | 6.00%, 10/17/22                                | 2,488,859  |
|     |        | <b>Wells Fargo &amp; Co.,</b>                  |            |
| AUD | 5,000  | 5.75%, 7/12/10                                 | 4,461,752  |
|     |        | <b>Western Australia Treasury Corporation,</b> |            |
| AUD | 31,030 | 7.00%, 4/15/11                                 | 29,325,310 |
| AUD | 25,000 | 7.00%, 4/15/15                                 | 23,747,481 |
| AUD | 40,000 | 7.50%, 10/15/09                                | 37,869,155 |
| AUD | 12,820 | 8.00%, 6/15/13                                 | 12,637,433 |
| AUD | 42,500 | 8.00%, 7/15/17                                 | 42,998,625 |
|     |        | <b>Westpac Banking Corporation,</b>            |            |
| AUD | 9,000  | 6.00%, 11/16/10(a)(b)                          | 7,975,138  |
| AUD | 16,500 | 6.50%, 1/24/12(a)(b)                           | 14,344,553 |
| AUD | 5,000  | 6.75%, 12/18/08(a)(b)                          | 4,668,759  |
| AUD | 5,000  | 8.25%, 4/18/11                                 | 4,728,089  |

1,260,349,071

CHINA - 2.4%

|     |        |   |            |
|-----|--------|---|------------|
|     |        | <b>CMHI Finance BVI Co. Ltd.,</b>         |            |
| USD | 7,800  | 7.125%, 6/18/18                           | 7,580,334  |
|     |        | <b>Nine Dragons Paper Holdings, Ltd.,</b> |            |
| USD | 3,950  | 7.875%, 4/29/13(c)                        | 3,662,816  |
|     |        | <b>Parkson Retail Group, Ltd,</b>         |            |
| USD | 5,400  | 7.125%, 5/30/10(b)                        | 5,176,365  |
| USD | 5,100  | 7.875%, 11/14/11                          | 5,111,125  |
|     |        | <b>People's Republic of China,</b>        |            |
| USD | 10,000 | 9.00%, 1/15/96                            | 14,200,000 |
|     |        | <b>Xinao Gas Holdings Limited,</b>        |            |
| USD | 7,300  | 7.375%, 8/05/12                           | 7,238,768  |

42,969,408

## Portfolio of Investments (continued)

As of July 31, 2008 (unaudited)

| Principal Amount<br>(000)                |             | Description  | Value<br>(US\$)    |
|--|-------------|--|--------------------|
| <b>LONG-TERM INVESTMENTS - CONTINUED</b> |             |  |                    |
| <b>HONG KONG - 8.5%</b>                  |             |  |                    |
|  |             | <b>Bank of East Asia Ltd.,</b>                         |                    |
| USD                                      | 12,650      | 5.625%, 12/14/10 (a)(b)                                | \$ 12,797,271      |
|  |             | <b>CITIC Ka Wah Bank,</b>                              |                    |
| USD                                      | 6,950       | 9.125%, 5/31/12(a)(b)                                  | 7,198,231          |
|  |             | <b>Hong Kong Government,</b>                           |                    |
| HKD                                      | 75,000      | 3.63%, 12/19/11  | 9,789,598          |
| HKD                                      | 74,000      | 3.97%, 9/19/11   | 9,780,092          |
| HKD                                      | 100,000     | 4.06%, 3/19/12   | 13,269,791         |
| HKD                                      | 100,000     | 4.20%, 9/17/12   | 13,330,163         |
| HKD                                      | 99,000      | 4.53%, 6/18/12   | 13,325,091         |
| HKD                                      | 38,000      | 7.21%, 6/09/09   | 5,102,066          |
|  |             | <b>Hong Kong Land Finance Co.,</b>                     |                    |
| USD                                      | 2,700       | 5.50%, 4/28/14   | 2,619,467          |
|  |             | <b>Hutchison Whampoa, Ltd.,</b>                        |                    |
| USD                                      | 7,100       | 6.25%, 1/24/14(c)                                      | 7,142,884          |
| USD                                      | 21,700      | 6.50%, 2/13/13(c)                                      | 22,160,409         |
| USD                                      | 6,000       | 7.00%, 2/16/11(c)                                      | 6,306,198          |
| USD                                      | 14,100      | 7.45%, 11/24/33(c)                                     | 14,265,266         |
|  |             | <b>Swire Pacific MTN Financing Ltd.,</b>               |                    |
| USD                                      | 4,750       | 6.25%, 04/18/18  | 4,731,747          |
|  |             | <b>Wing Hang Bank Limited,</b>                         |                    |
| USD                                      | 11,000      | 6.00%, 4/20/17(a)(b)                                   | 9,333,214          |
|  |             |  | <b>151,151,488</b> |
| <b>INDIA - 1.8%</b>                      |             |  |                    |
|  |             | <b>ICICI Bank,</b>                                     |                    |
| USD                                      | 7,000       | 6.375%, 4/30/17(a)(b)(c)                               | 5,993,134          |
| USD                                      | 8,000       | 6.625%, 10/03/12(c)                                    | 7,764,144          |
|  |             | <b>NTPC, Ltd.,</b>                                     |                    |
| USD                                      | 9,600       | 5.875%, 3/02/16  | 8,966,688          |
|  |             | <b>Reliance Industries Limited,</b>                    |                    |
| USD                                      | 7,250       | 10.25%, 1/15/97(c)                                     | 8,616,770          |
|  |             |  | <b>31,340,736</b>  |
| <b>INDONESIA - 7.7%</b>                  |             |  |                    |
|  |             | <b>Bank Danamon Indonesia,</b>                         |                    |
| USD                                      | 9,500       | 7.65%, 3/30/09(a)(b)(c)                                | 9,487,973          |
|  |             | <b>Barclays Indonesia Government Bond Linked Note,</b> |                    |
| IDR                                      | 220,000,000 | 10.00%, 7/15/17  | 21,709,730         |
|  |             | <b>Indonesian Government,</b>                          |                    |
| IDR                                      | 62,500,000  | 10.00%, 10/15/11                                       | 6,611,888          |
| IDR                                      | 50,000,000  | 10.00%, 7/15/17  | 4,979,115          |
| IDR                                      | 40,500,000  | 13.15%, 1/15/12  | 4,678,554          |
|  |             | <b>Indosat Finance,</b>                                |                    |
| USD                                      | 1,200       | 7.125%, 6/22/10(b)(c)                                  | 1,205,314          |
| USD                                      | 14,700      | 7.75%, 11/05/08(b)(c)                                  | 14,825,191         |
|  |             | <b>Majapahit Holding BV,</b>                           |                    |

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|     |        |                                    |                    |
|-----|--------|------------------------------------|--------------------|
| USD | 8,500  | 7.25%, 6/28/17(c)                  | 7,582,969          |
| USD | 5,600  | 7.875%, 6/29/37                    | 4,543,045          |
|     |        | <b>MGTI Finance Company, Ltd.,</b> |                    |
| USD | 6,000  | 8.375%, 9/15/10                    | 5,998,380          |
|     |        | <b>PT Bank Lippo TBK,</b>          |                    |
| USD | 8,050  | 7.375%, 11/22/11(a)(b)             | 7,585,274          |
|     |        | <b>PT Bank Rakyat Indonesia,</b>   |                    |
| USD | 8,050  | 7.75%, 10/30/08(a)(b)              | 7,934,893          |
|     |        | <b>Republic of Indonesia,</b>      |                    |
| USD | 19,200 | 6.625%, 2/17/37(c)                 | 16,741,786         |
| USD | 21,850 | 7.25%, 4/20/15(c)                  | 22,340,642         |
|     |        |                                    | <b>136,224,754</b> |

**MACAU - 0.2%**

|     |       |                                      |                  |
|-----|-------|--------------------------------------|------------------|
|     |       | <b>Galaxy Entertainment Finance,</b> |                  |
| USD | 3,900 | 8.133%, 12/15/08(a)(b)(c)            | <b>3,763,500</b> |

**MALAYSIA - 6.6%**

|     |        |  |                    |
|-----|--------|--|--------------------|
|     |        | <b>Bumiputra Commerce Bank Berhad,</b> |                    |
| USD | 5,500  | 5.125%, 10/16/08(a)(b)                 | 5,497,008          |
|     |        | <b>Hong Leong Bank Berhad,</b>         |                    |
| USD | 4,700  | 5.25%, 8/03/10(a)(b)                   | 4,653,178          |
|     |        | <b>IOI Ventures,</b>                   |                    |
| USD | 2,650  | 5.25%, 3/16/15                         | 2,549,745          |
|     |        | <b>Malaysia Government,</b>            |                    |
| MYR | 26,900 | 3.702%, 2/25/13                        | 8,151,452          |
| MYR | 65,000 | 3.718%, 6/15/12                        | 19,748,042         |
| MYR | 49,000 | 4.262%, 9/15/16                        | 14,711,317         |
| USD | 7,990  | 7.50%, 7/15/11                         | 8,646,131          |
|     |        | <b>Petroliam Nasional Berhad,</b>      |                    |
| USD | 6,800  | 7.00%, 5/22/12(c)                      | 7,292,456          |
| USD | 10,500 | 7.75%, 8/15/15(c)                      | 12,075,210         |
| USD | 4,000  | 7.875%, 5/22/22(c)                     | 4,738,720          |
|     |        | <b>Public Bank Berhad,</b>             |                    |
| USD | 8,350  | 5.00%, 6/20/12(a)(b)                   | 8,105,579          |
| USD | 3,200  | 5.625%, 9/22/09(a)(b)                  | 3,208,387          |
|     |        | <b>Telekom Malaysia,</b>               |                    |
| USD | 3,000  | 7.875%, 8/01/25(c)                     | 3,349,122          |
|     |        | <b>Tenaga Nasional Berhad,</b>         |                    |
| USD | 14,000 | 7.50%, 1/15/96(c)                      | 13,152,440         |
| USD | 1,600  | 7.625%, 4/01/11(c)                     | 1,695,830          |
|     |        |  | <b>117,574,617</b> |



## Portfolio of Investments (continued)

As of July 31, 2008 (unaudited)

## Principal Amount

| (000)                                    |         | Description  | Value<br>(US\$)   |
|--|---------|--|-------------------|
| <b>LONG-TERM INVESTMENTS - CONTINUED</b> |         |  |                   |
| <b>NEW ZEALAND - 1.5%</b>                |         |  |                   |
|  |         | <b>Bank of America Corp.,</b>                      |                   |
| NZD                                      | 2,000   | 7.53%, 3/08/12                                     | \$ 1,462,845      |
|  |         | <b>European Investment Bank,</b>                   |                   |
| NZD                                      | 1,000   | 7.25%, 2/08/10                                     | 734,269           |
|  |         | <b>General Electric Capital Corp.,</b>             |                   |
| NZD                                      | 2,000   | 6.50%, 9/28/15                                     | 1,284,208         |
| NZD                                      | 2,000   | 7.00%, 7/15/09                                     | 1,455,203         |
|  |         | <b>HBOS Treasury Services PLC,</b>                 |                   |
| NZD                                      | 2,000   | 8.805%, 2/03/09(a)                                 | 1,467,789         |
|  |         | <b>Morgan Stanley,</b>                             |                   |
| NZD                                      | 2,000   | 6.86%, 9/06/12                                     | 1,321,147         |
|  |         | <b>Nederlandse Waterschapsbank,</b>                |                   |
| NZD                                      | 2,500   | 6.50%, 10/17/08                                    | 1,826,140         |
|  |         | <b>New Zealand Government,</b>                     |                   |
| NZD                                      | 4,500   | 6.00%, 4/15/15                                     | 3,285,134         |
| NZD                                      | 4,000   | 7.00%, 7/15/09                                     | 2,940,422         |
|  |         | <b>Province of Manitoba,</b>                       |                   |
| NZD                                      | 1,500   | 6.375%, 9/01/15                                    | 1,064,684         |
|  |         | <b>Province of Ontario,</b>                        |                   |
| NZD                                      | 5,500   | 6.25%, 12/03/08                                    | 4,010,227         |
| NZD                                      | 4,000   | 6.25%, 6/16/15                                     | 2,810,568         |
|  |         | <b>Province of Quebec,</b>                         |                   |
| NZD                                      | 1,500   | 6.75%, 11/09/15                                    | 1,077,298         |
|  |         | <b>SLM Corp.,</b>                                  |                   |
| NZD                                      | 1,500   | 6.50%, 6/15/10                                     | 992,778           |
|  |         | <b>Toyota Motor Credit Corp.,</b>                  |                   |
| NZD                                      | 2,000   | 6.75%, 9/21/09                                     | 1,452,145         |
|  |         |  | <b>27,184,857</b> |
| <b>PHILIPPINES - 9.9%</b>                |         |  |                   |
|  |         | <b>Bangko Sentral ng Pilipinas,</b>                |                   |
| USD                                      | 4,000   | 8.60%, 6/15/27                                     | 4,460,000         |
|  |         | <b>Land Bank of Philippines,</b>                   |                   |
| USD                                      | 7,500   | 7.25%, 10/19/11(a)(b)                              | 7,483,988         |
|  |         | <b>National Power Corporation,</b>                 |                   |
| USD                                      | 1,600   | 9.875%, 3/16/10                                    | 1,651,342         |
| USD                                      | 7,000   | 6.875%, 11/02/16(c)                                | 6,643,749         |
|  |         | <b>Philippine Government,</b>                      |                   |
| PHP                                      | 18,000  | 8.50%, 2/17/09                                     | 411,383           |
| PHP                                      | 445,000 | 9.125%, 9/04/16                                    | 10,074,375        |
| PHP                                      | 133,000 | 11.875%, 5/29/23                                   | 3,334,968         |
| PHP                                      | 68,000  | 12.00%, 1/13/09                                    | 1,571,773         |
| PHP                                      | 95,000  | 13.00%, 4/25/12                                    | 2,438,586         |
| PHP                                      | 372,800 | 18.00%, 11/26/08                                   | 8,691,090         |
|  |         | <b>Philippine Long Distance Telephone Company,</b> |                   |
| USD                                      | 10,800  | 8.35%, 3/06/17                                     | 11,826,000        |
| USD                                      | 8,500   | 11.375%, 5/15/12                                   | 10,072,500        |

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| <b>Republic of Philippines,</b> |        |                   |            |
|---------------------------------|--------|-------------------|------------|
| USD                             | 7,400  | 7.75%, 1/14/31    | 8,103,000  |
| USD                             | 9,450  | 8.25%, 1/15/14    | 10,371,375 |
| USD                             | 12,000 | 8.375%, 2/15/11   | 12,840,000 |
| USD                             | 4,000  | 9.00%, 2/15/13    | 4,495,000  |
| USD                             | 14,100 | 9.375%, 1/18/17   | 16,955,250 |
| USD                             | 14,000 | 9.875%, 3/16/10   | 15,295,000 |
| USD                             | 16,050 | 9.875%, 1/15/19   | 20,123,169 |
| USD                             | 10,879 | 10.625%, 3/16/25  | 14,781,297 |
| <b>URC Philippines, Ltd.,</b>   |        |                   |            |
| USD                             | 4,500  | 8.25%, 1/20/10(b) | 4,635,419  |

**176,259,264**

**SINGAPORE - 5.2%**

| <b>BW Group Ltd.,</b>                   |        |                          |            |
|---|--------|--------------------------|------------|
| USD                                     | 7,200  | 6.625%, 6/28/17(c)       | 6,356,009  |
| <b>DBS Bank,</b>                        |        |                          |            |
| USD                                     | 1,300  | 5.00%, 11/15/14(a)(b)(c) | 1,188,108  |
| USD                                     | 10,400 | 5.125%, 5/16/12(a)(b)(c) | 10,084,880 |
| USD                                     | 5,000  | 7.125%, 5/15/11(c)       | 5,270,920  |
| USD                                     | 7,500  | 7.657%, 3/15/11(a)(b)(c) | 7,707,787  |
| <b>Flextronics International, Ltd.,</b> |        |                          |            |
| USD                                     | 4,900  | 6.50%, 5/15/09(b)        | 4,655,000  |
| <b>Singapore Government,</b>            |        |                          |            |
| SGD                                     | 32,000 | 2.625%, 4/01/10          | 24,053,567 |
| SGD                                     | 15,000 | 3.50%, 9/01/20           | 10,798,190 |
| SGD                                     | 13,000 | 4.00%, 9/01/18           | 10,154,099 |
| <b>Stats Chippac, Ltd.,</b>             |        |                          |            |
| USD                                     | 6,000  | 6.75%, 11/15/08(b)       | 6,195,000  |
| USD                                     | 5,350  | 7.50%, 7/19/10           | 5,791,375  |

**92,254,935**

**SOUTH KOREA - 9.3%**

| <b>Equus Cayman Finance, Ltd.,</b>       |        |                          |            |
|--|--------|--------------------------|------------|
| USD                                      | 7,800  | 5.50%, 9/12/08(c)        | 7,818,221  |
| <b>Hana Funding, Ltd.,</b>               |        |                          |            |
| USD                                      | 3,500  | 8.748%, 12/17/12(a)(b)   | 3,620,056  |
| <b>Hanarotelecom, Inc.,</b>              |        |                          |            |
| USD                                      | 5,900  | 7.00%, 2/01/12(c)        | 5,870,860  |
| <b>Hyundai Capital Services,</b>         |        |                          |            |
| USD                                      | 3,800  | 5.625%, 1/24/12          | 3,571,924  |
| <b>Hyundai Motors Manufacturing,</b>     |        |                          |            |
| USD                                      | 2,400  | 5.30%, 12/19/08(c)       | 2,410,080  |
| <b>Korea Electric Power Corporation,</b> |        |                          |            |
| USD                                      | 10,000 | 7.00%, 2/01/27           | 10,118,070 |
| <b>Korea South-East Power Co., Ltd.,</b> |        |                          |            |
| USD                                      | 3,900  | 4.75%, 6/26/13           | 3,752,163  |
| USD                                      | 12,000 | 6.00%, 5/25/16(c)        | 11,725,668 |
| <b>Pusan Bank,</b>                       |        |                          |            |
| USD                                      | 7,600  | 5.50%, 3/14/12(a)(b)     | 6,993,908  |
| <b>SC First Bank Korea,</b>              |        |                          |            |
| USD                                      | 3,950  | 7.267%, 3/03/14(a)(b)(c) | 3,961,471  |

## Portfolio of Investments (continued)

As of July 31, 2008 (unaudited)

## Principal Amount

| (000)                                    |            | Description                                 | Value<br>(US\$)      |
|--|------------|---|----------------------|
| <b>LONG-TERM INVESTMENTS - CONTINUED</b> |            |   |                      |
| <b>SOUTH KOREA (continued)</b>           |            |   |                      |
|  |            | <b>South Korea National Debt,</b>           |                      |
| KRW                                      | 3,120,000  | 4.00%, 6/10/10                              | \$ 2,989,728         |
| KRW                                      | 6,125,000  | 4.25%, 9/10/14                              | 5,554,520            |
| KRW                                      | 10,000,000 | 5.00%, 9/10/16                              | 9,315,953            |
| KRW                                      | 21,150,000 | 5.25%, 3/10/13                              | 20,399,233           |
| KRW                                      | 3,350,000  | 5.50%, 9/10/17                              | 3,215,629            |
| KRW                                      | 26,674,000 | 6.91%, 7/18/11                              | 27,144,172           |
|  |            | <b>SK Energy Co. Ltd.,</b>                  |                      |
| USD                                      | 8,500      | 7.00%, 6/19/13                              | 8,475,350            |
|  |            | <b>Shinhan Bank,</b>                        |                      |
| USD                                      | 6,300      | 3.784%, 8/5/08 (a)                          | 6,300,000            |
| USD                                      | 3,900      | 4.625%, 11/03/09(a)(b)(c)                   | 3,859,658            |
| USD                                      | 6,650      | 5.663%, 3/02/15(a)(b)                       | 5,366,464            |
| USD                                      | 1,600      | 6.25%, 9/08/08(a)(b)                        | 1,602,182            |
|  |            | <b>Kookmin Bank,</b>                        |                      |
| USD                                      | 800        | 2.765%, 12/27/08 (a)                        | 799,659              |
|  |            | <b>Korea Railroad Corp.,</b>                |                      |
| USD                                      | 6,300      | 5.375%, 5/15/13(c)                          | 6,208,839            |
|  |            | <b>Woori Bank,</b>                          |                      |
| USD                                      | 4,700      | 6.208%, 5/02/17(a)(b)(c)                    | 3,746,673            |
|  |            |   | <b>164,820,481</b>   |
| <b>TAIWAN - 0.3%</b>                     |            |   |                      |
|  |            | <b>Cathay United Bank Co., Ltd.,</b>        |                      |
| USD                                      | 6,900      | 5.50%, 10/05/15(a)(b)(c)                    | 5,788,893            |
| <b>THAILAND - 3.6%</b>                   |            |   |                      |
|  |            | <b>Bangkok Bank Public Company,</b>         |                      |
| USD                                      | 6,000      | 9.025%, 3/15/29(c)                          | 6,283,572            |
|  |            | <b>Kasikornbank Public Company Limited,</b> |                      |
| USD                                      | 4,700      | 8.25%, 8/21/16(c)                           | 4,927,254            |
|  |            | <b>Krung Thai Bank PCL,</b>                 |                      |
| USD                                      | 2,200      | 7.378%, 10/10/16(a)(b)                      | 1,951,581            |
|  |            | <b>PTT Public Company Limited,</b>          |                      |
| USD                                      | 3,100      | 5.75%, 8/01/14(c)                           | 3,069,096            |
|  |            | <b>Thailand Government,</b>                 |                      |
| THB                                      | 800,000    | 4.25%, 3/13/13                              | 23,426,265           |
| THB                                      | 40,000     | 5.00%, 12/03/14                             | 1,198,524            |
| THB                                      | 62,000     | 5.125%, 3/13/18                             | 1,837,094            |
| THB                                      | 444,000    | 5.25%, 5/12/14                              | 13,460,982           |
| THB                                      | 270,000    | 5.40%, 7/27/16                              | 8,208,685            |
|  |            |   | <b>64,363,053</b>    |
| <b>Total Long-Term Investments</b>       |            |   |                      |
| <b>(cost \$2,078,493,552)</b>            |            |   | <b>2,274,045,057</b> |

**SHORT-TERM INVESTMENTS - 1.6%**

**NEW ZEALAND - 0.1%**

|            |       |                                  |                  |
|------------|-------|----------------------------------|------------------|
|            |       | <b>New Zealand Call Deposit,</b> |                  |
| <b>NZD</b> | 2,576 | 2.00%, perpetual                 | <b>1,890,676</b> |

**UNITED STATES - 1.5%**

|            |        |   |                   |
|------------|--------|---|-------------------|
| <b>USD</b> | 26,692 | <b>Repurchase Agreement, State Street Bank and Trust Company, 1.74% dated 7/31/08, due 8/01/08 in the amount of \$26,693,290 (collateralized by \$2,230,000 U.S. Treasury Bond, 5.125% due 6/30/11; value \$2,377,738 and \$21,855,000 U.S. Treasury Bond, 4.50% due 2/28/11; value \$23,166,300 and \$1,660,000 U.S. Treasury 3.625% due 5/15/13; value \$1,693,200)</b> | <b>26,692,000</b> |
|------------|--------|---|-------------------|

**Total Short-Term Investments**

**(cost \$28,410,544)** **28,582,676**

**Total Investments - 129.6%**

**(cost \$2,106,904,096)** **2,302,627,733**

Liabilities in Excess of Other Assets - (29.6%) (526,564,362)

**Net Assets Applicable to Common Shareholders - 100.0%** **\$ 1,776,063,371**

AUD - Australian dollar

HKD - Hong Kong dollar

IDR - Indonesian rupiah

KRW - South Korean won

MYR - Malaysian ringgit

NZD - New Zealand dollar

PHP - Philippine peso

SGD - Singapore dollar

THB - Thailand baht

USD - United States dollar

(a) Indicates a variable rate security. The maturity date presented for these instruments is the later of the next date on which the security can be redeemed at par or the next date on which the rate of interest is adjusted. The interest rate shown reflects the rate in effect at July 31, 2008.

(b) The date presented for these instruments represents the next call/put date.

(c) Security acquired in a transaction exempt from registration under Rule 144A of the Securities Act of 1933. These securities may be resold in transactions exempt from registration, normally to qualified institutional buyers. At July 31, 2008, the aggregate market value of these securities amounted to \$301,188,381 or 16.95% of net assets applicable to common shareholders.

**Portfolio of Investments (continued)**

As of July 31, 2008 (unaudited)

**Interest Rate Swap Agreements**

| Counterparty  | Termination      |                       | Fixed Rate | Floating Rate | Unrealized Depreciation |
|---------------|------------------|-----------------------|------------|---------------|-------------------------|
|               | Date             | Notional Amount (000) |            |               |                         |
| Deutsche Bank | June 30, 2011    | 130,000               | 4.1400%    | 1 month LIBOR | \$ (1,529,987)          |
| Merrill Lynch | June 30, 2009    | 144,000               | 3.3700%    | 1 month LIBOR | (550,985)               |
| UBS AG        | October 31, 2010 | 116,000               | 3.9800%    | 1 month LIBOR | (1,568,430)             |
|               |                  |                       |            |               | <b>\$ (3,649,402)</b>   |

| Futures Contracts                        | Expiration     | Contracts |    | Unrealized                |
|--|----------------|-----------|----|---------------------------|
|  |                |           |    | Appreciation/Depreciation |
| <b>Purchase contracts:</b>               |                |           |    |                           |
| Australian Treasury Bond 6% - 10 year    | September 2008 | 443       | \$ | 1,330,251                 |
| United States Treasury Note 6% - 2 year  | September 2008 | 82        |    | 101,178                   |
| United States Treasury Bond 6% - 5 year  | September 2008 | 71        |    | 116,263                   |
| <b>Sale contracts:</b>                   |                |           |    |                           |
| Australian Treasury Bond 6% - 3 year     | September 2008 | 317       |    | (116,291)                 |
| United States Treasury Bond 6% - 10 year | September 2008 | 8         |    | (18,228)                  |
| United States Treasury Bond 6% - 30 year | September 2008 | 100       |    | (96,875)                  |
|  |                |           |    | <b>\$ 1,316,298</b>       |

| Foreign Forward Currency Exchange Contracts Purchase/Sale | Amount Purchased  | Amount Sold       | Purchase Value as of July 31, 2008 | Sale Value as of July 31, 2008 | Unrealized Appreciation/Depreciation |
|---|-------------------|-------------------|------------------------------------|--------------------------------|--------------------------------------|
| China Renminbi/United States Dollar                       |                   |                   |                                    |                                |                                      |
| settlement date 8/15/08                                   | CNY7,271,550      | USD850,000        | \$ 1,065,565                       | \$ 1,049,134                   | \$ 16,431                            |
| settlement date 8/27/08                                   | CNY63,827,900     | USD9,200,000      | 9,361,860                          | 9,301,647                      | 60,213                               |
| Malaysian Ringgit/United States Dollar                    |                   |                   |                                    |                                |                                      |
| settlement date 9/22/08                                   | MYR7,442,685      | USD2,295,000      | 2,285,416                          | 2,295,000                      | (9,584)                              |
| settlement date 9/24/08                                   | MYR19,309,880     | USD 5,920,000     | 5,929,460                          | 5,934,198                      | (4,738)                              |
| Singapore Dollar/United States Dollar                     |                   |                   |                                    |                                |                                      |
| settlement date 8/27/08                                   | SGD13,086,249     | USD 9,734,903     | 9,584,080                          | 9,657,392                      | (73,312)                             |
| settlement date 9/11/08                                   | SGD1,237,444      | USD 855,000       | 906,978                            | 910,186                        | (3,208)                              |
| South Korean Won/United States Dollar                     |                   |                   |                                    |                                |                                      |
| settlement date 11/13/08                                  | KRW10,776,144,000 | USD10,320,000     | 10,606,702                         | 10,320,000                     | 286,702                              |
| United States Dollar/Australian Dollar                    |                   |                   |                                    |                                |                                      |
| settlement date 9/02/08                                   | USD144,571,257    | AUD153,300,000    | 145,672,215                        | 143,694,406                    | 1,977,809                            |
| settlement date 10/01/08                                  | USD146,484,800    | AUD155,000,000    | 146,484,800                        | 144,716,568                    | 1,768,232                            |
| United States Dollar/Hong Kong Dollar                     |                   |                   |                                    |                                |                                      |
| settlement date 9/11/08                                   | USD7,730,000      | HKD60,243,755     | 7,730,000                          | 7,727,720                      | 2,280                                |
| United States Dollar/Indonesian Rupiah                    |                   |                   |                                    |                                |                                      |
| settlement date 8/27/08                                   | USD4,450,000      | IDR44,724,680,000 | 4,711,333                          | 4,893,588                      | (182,255)                            |

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|                                       |               |                   |                       |                       |                     |
|---------------------------------------|---------------|-------------------|-----------------------|-----------------------|---------------------|
| United States Dollar/Philippines Peso |               |                   |                       |                       |                     |
| settlement date 8/26/08               | USD7,580,000  | PHP336,089,620    | 7,580,000             | 7,600,159             | (20,159)            |
| United States Dollar/South Korean Won |               |                   |                       |                       |                     |
| settlement date 8/28/08               | USD11,800,000 | KRW11,923,664,000 | 11,800,000            | 11,768,171            | 31,829              |
| United States Dollar/Thai Baht        |               |                   |                       |                       |                     |
| settlement date 9/11/08               | USD7,758,490  | THB260,759,800    | 7,758,490             | 7,777,583             | (19,093)            |
| <b>Net USD Total</b>                  |               |                   | <b>\$ 371,476,899</b> | <b>\$ 367,645,752</b> | <b>\$ 3,831,147</b> |

AUD - Australian dollar

CNY - China renminbi

HKD - Hong Kong dollar

IDR - Indonesian rupiah

KRW - South Korean won

MYR - Malaysian ringgit

PHP - Philippine peso

SGD - Singapore dollar

THB - Thailand baht

USD - United States dollar

**Tax Cost of Investments**

The United States federal income tax basis of the Fund's investments and net unrealized appreciation as of July 31, 2008 were as follows:

| Cost            | Appreciation   | Depreciation  | Net Unrealized Appreciation |
|-----------------|----------------|---------------|-----------------------------|
| \$2,106,904,096 | \$ 222,483,069 | \$ 26,759,432 | \$ 195,723,637              |

**Portfolio of Investments (concluded)**

As of July 31, 2008 (unaudited)

**Quality of Investments**

As of July 31, 2008, 75.1% of the Registrant's total investments were invested in securities where either the issue or the issuer was rated A or better by Standard & Poor's Corporation or Moody's Investors Service, Inc. or, if unrated, judged to be of equivalent quality by the Investment Manager. The table below shows the asset quality of the Registrant's portfolio as of July 31, 2008.

|         | <b>% of total Investments</b> |
|---------|-------------------------------|
| AAA/Aaa | 43.2                          |
| AA/Aa   | 9.6                           |
| A       | 22.3                          |
| BBB/Baa | 9.5                           |
| BB/Ba*  | 14.2                          |
| B*      | 1.2                           |

\* Below Investment Grade

**Notes to Portfolio of Investments****Securities Valuation**

The Registrant's Board of Directors has adopted Pricing and Valuation Procedures (the Procedures) to be used in determining the value of the assets held by the Registrant. In accordance with the Procedures, investments are stated at value. Investments for which market quotations are readily available are valued at the last trade price on the date of determination as obtained from a pricing source. If no such trade price is available, such investments are valued at the quoted bid price or the mean between the quoted bid and asked price on the date of determination as obtained from a pricing source.

Short-term securities which mature in more than 60 days are valued at current market quotations. Short-term securities which mature in 60 days or less are valued at amortized cost, which approximates market value.

Securities for which market quotations are not readily available (including investments which are subject to limitations as to their sale) are to be valued at fair value. As a general rule, whether or not the Registrant is required to fair value price an asset is dependent on the ready availability of current market quotes or, even if readily available, the reliability of such quotes. Any assets for which market quotations are not readily available or for which available prices are not reliable, shall be determined in a manner that most fairly reflects the asset's (or group of assets) fair value (i.e., the amount that the Registrant might reasonably expect to receive for the asset upon its current sale) on the valuation date, based on consideration of all available information.

The Procedures provide that in certain instances, including without limitation, if there is a stale price for a portfolio security, in an emergency situation, or if a significant event occurs after the close of trading of a portfolio security, but before the calculation of the Registrant's net asset value, the security may be valued at its fair value.

**Interest Rate and Currency Swaps**

The Registrant may engage in certain swap transactions in order to obtain a desired return at a lower cost than if the Registrant had invested directly in the asset that yielded the desired return or to hedge the borrowings.

An interest rate swap is an agreement between two parties which involves the exchange of floating and fixed rate payments (an interest rate and currency swap involves the exchange of interest rate payments in another currency) for a specified period of time. Interest rate and currency swaps involve the accrual and exchange of payments between the parties. These payments are recorded as realized gain/(loss).

During the term of the swap, changes in the value of the swap are recognized as unrealized appreciation or depreciation by marking-to-market to reflect the fair market value of the swap. When the swap is terminated, the Registrant will record a realized gain/(loss) equal to the difference, if

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any, between the proceeds from (or cost of) the closing transaction and the Registrant's basis in the contract. The Registrant is exposed to credit risk in the event of non-performance by the counterparty to the swap. However, the Registrant does not anticipate non-performance by any counterparty.

### Forward Foreign Currency Exchange Contracts

A forward foreign currency exchange contract ( Forward Contract ) involves an obligation to purchase and sell a specific currency at a future date, which may be any fixed number of days from the date of the contract agreed upon by the parties, at a price set at the time of the contract. The Forward Contract is marked-to-market daily and the change in market value is recorded by the Registrant as unrealized appreciation or depreciation. When the Forward Contract is closed, the Registrant records a realized gain or loss equal to the difference between the value at the time it was opened and the value at the time it was closed. Risks arise from unanticipated movements in the value of the foreign currency relative to the functional currencies and from potential inability of counterparties to meet the terms of their contracts.

### Futures Contracts

A futures contract is an agreement between two parties to buy and sell a security for a set price on a future date. Upon entering into a contract, the Registrant deposits and maintains as collateral such initial margin as required by the exchange on which the transaction is effected. Pursuant to the contract, the Registrant agrees to receive from or pay to the broker an amount of cash equal to the daily fluctuation in the value of the contract. Such receipts or payments are known as variation margin and are recorded by the Registrant as unrealized appreciation or depreciation. When the contract is closed, the Registrant records a realized gain or loss equal to the difference between the value of the contract at the time it was opened and the value at the time it was closed.

### Repurchase Agreements

In connection with transactions in repurchase agreements with U.S. financial institutions, it is the Registrant's policy that its custodian/counterparty segregates the underlying collateral securities, the value of which exceeds the principal amount of the repurchase transaction, including accrued interest. To the extent that any repurchase transaction exceeds one business day, the collateral is valued on a daily basis to determine its adequacy. If the seller of the security defaults and the value of the collateral declines or if bankruptcy proceedings are commenced with respect to the seller of the security, realization of the collateral by the Registrant may be delayed or limited.

### Foreign Currency Translation

Foreign currency amounts are translated into United States dollars on the following basis:

- (i) market value of investment securities, other assets and liabilities at the exchange rates at the end of the reporting period;
- (ii) purchases and sales of investment securities, income and expenses at the rates of exchange prevailing on the respective dates of such transactions.

The Registrant isolates that portion of the results of operations arising from changes in the foreign exchange rates due to fluctuations in the market prices of the securities held at the end of the reporting period. Similarly, the Registrant isolates the effect of changes in foreign exchange rates from the fluctuations arising from changes in the market prices of portfolio securities sold during the reporting period.

Net realized foreign exchange gains/(losses) include realized foreign exchange gains/(losses) from sales and maturities of portfolio securities, sales of foreign currencies, currency gains/(losses) realized between the trade and settlement dates on securities transactions, the difference between the amounts of interest, discount and foreign withholding taxes recorded on the Registrant's books and the U.S. dollar equivalent amounts actually received or paid. Net unrealized foreign exchange appreciation/(depreciation) include changes in the value of portfolio securities and other assets and liabilities arising as a result of changes in the exchange rate.

Accumulated net realized and unrealized foreign exchange gains/(losses) shown in the composition of net assets represent foreign exchange gains/(losses) for book purposes that may not have been recognized for tax purposes.

Foreign security and currency transactions may involve certain considerations and risks not typically associated with those of domestic origin, including unanticipated movements in the value of the foreign currency relative to the U.S. dollar.



**Item 2 Controls and Procedures**

- (a) It is the conclusion of the Registrant's principal executive officer and principal financial officer that the effectiveness of the Registrant's current disclosure controls and procedures (such disclosure controls and procedures having been evaluated within 90 days of the date of this filing) provide reasonable assurance that the information required to be disclosed by the Registrant has been recorded, processed, summarized and reported within the time period specified in the Commission's rules and forms and that the information required to be disclosed by the Registrant has been accumulated and communicated to the Registrant's principal executive officer and principal financial officer in order to allow timely decisions regarding required disclosure.
  
- (b) There have been no changes in the Registrant's internal control over financial reporting (as defined in Rule 30a-3(d) under the Investment Company Act of 1940, as amended) that occurred during the Registrant's last fiscal quarter that have materially affected, or are reasonably likely to materially affect, the Registrant's internal control over financial reporting.

**Item 3 Exhibits.**

- (a) Certifications required pursuant to Rule 30a-2(a) under the Investment Company Act of 1940, as amended, are filed as Exhibit 99.CERT.

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.

Aberdeen Asia-Pacific Income Fund, Inc.

By: */s/ Vincent Esposito*  
Vincent Esposito,  
President of Aberdeen Asia-Pacific Income Fund,  
Inc.

Date: September 25, 2008

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/ Vincent Esposito*  
Vincent Esposito,  
President of Aberdeen Asia-Pacific Income Fund,  
Inc.

Date: September 25, 2008

By: */s/ Megan Kennedy*  
Megan Kennedy,  
Treasurer of Aberdeen Asia-Pacific Income Fund,  
Inc.

Date: September 25, 2008