

NEW AMERICA HIGH INCOME FUND INC  
Form N-CSR  
March 06, 2015

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 811-05399

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 Street

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: December 31, 2014

Date of reporting period: July 1, 2014 to December 31, 2014

Item 1. Report to Stockholders

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February 12, 2015

**Dear Shareholder,**

We are pleased to report to our shareholders on the results of The New America High Income Fund (the "Fund") for the year ended December 31, 2014. The Fund's net asset value per share (the "NAV") ended the period at \$10.09. The market price for the Fund's shares was \$8.94 on December 31, 2014. In 2014, the Fund paid common stock dividends totaling \$0.835 per share, including a special dividend of \$.12 per share. The dividend yield for the year ended December 31, 2014 on a share of common stock purchased at year-end 2013 was approximately 8.7%. However, there is no certainty that the monthly dividend will continue at the current level of \$.065 per share per month. The common stock dividend can be affected by portfolio results, the cost and amount of leverage, market conditions, and operating expenses, among other factors.

As discussed below in detail by the Fund's investment advisor, the markets experienced greater volatility in the second half of the year than in recent years. Market analysts continue to watch for a change in Federal Reserve policy. We cannot know for certain when interest rates will increase, but at some point the very low interest rate environment of recent years will change and interest rates will return to more historically typical, higher levels. While our investment advisor believes that high yield market fundamentals at year-end were relatively attractive, we cannot rule out the possibility that an increase in rates may result in some downward pressure on prices for high yield debt and increased volatility as the market factors in the impact.

At year-end, the Fund had borrowed \$90 million through its credit facility (the "Facility") with The Bank of Nova Scotia. The Facility, which has a one year term and a maximum aggregate borrowing capacity of \$100 million, was extended in October for an additional year. Amounts borrowed under the Facility bear interest at an adjustable rate based on a margin above LIBOR. As a consequence, in the current interest rate environment the 1.06% interest rate on the Facility at December 31, 2014 offered an attractive spread relative to the year-end weighted average current yield of 7.05% on the Fund's portfolio. The Fund's leverage contributed approximately 23% of the common stock dividend in 2014. An increase in the cost of the leverage or reduction in the portfolio's yield will reduce the spread and may reduce the income available for the common stock dividend. We remind our shareholders that leverage increases the total return to the common shareholders in favorable markets while the opposite is true in unfavorable markets.

	<b>Total Returns for the Periods Ending December 31, 2014</b>	
	<b>1 Year</b>	<b>3 Years Cumulative</b>
New America High Income Fund (Stock Price and Dividends)*	1.02%	14.15%
New America High Income Fund (NAV and Dividends)	3.99%	37.29%
Lipper Closed-End Fund Leveraged High Yield Average (NAV and Dividends)	2.40%	37.62%
Credit Suisse High Yield Index	1.86%	25.65%
Citigroup 10 Year Treasury Index	10.72%	6.35%

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

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

The Credit Suisse High Yield Index and Citigroup 10 Year Treasury Index are unmanaged indices. Unlike the Fund, the indices have no trading activity, expenses or leverage.

\* 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.

### *Market Review*

Following a long absence, volatility resurfaced across global financial markets in recent months, pressuring high yield bond prices in its aftermath. The high yield market, as measured by the Credit Suisse High Yield Index, declined approximately 1.59% in the fourth quarter and 3.50% for the final six months of 2014, nearly offsetting the 5.55% result enjoyed in the first half of the year. Nonetheless, the asset class managed to deliver a 1.86% gain for the full year, its sixth consecutive positive annual result.

A steady drumbeat of disappointing news, from the outbreak of the deadly Ebola virus to ongoing geopolitical tensions, a drastic decline in commodity prices and mounting concerns around economic activity in Europe and China all weighed on investor sentiment. Additionally, investors continued to anticipate that the U.S. Federal Reserve would reverse their stimulative course and engineer tighter monetary policy in 2015.

Among industries carrying sub-investment grade ratings, the energy sector was, by far, the worst-performing for 2014, with many energy bonds suffering as a result of the precipitous decline in oil prices. Metals and mining credits also significantly underperformed the broader high yield market. Brent crude fell roughly 40% during the fourth quarter, reaching its lowest levels since 2009. The weak performance of energy and metals and mining names had a substantial impact on the below investment-grade market overall, as these sectors now represent a 20% (or more) weighting in major high yield indexes. Oil prices have faced downward pressure from several factors recently, especially increased production in North America. The prospects for slowing demand in China and OPEC's decision to leave production goals unchanged exacerbated the price declines for crude and related commodities.

From a quality perspective, BB-rated credits were the best performing issues, receiving a boost from falling U.S. Treasury yields and investors' general preference for higher-rated bonds in the face of increased volatility.

According to J.P. Morgan, nearly \$70 billion of new high yield bond issues came to market in the final quarter of the year. Though a decline from the prior two quarters, likely attributable to increased turbulence and seasonal factors, the \$355.7 billion of bonds issued in 2014 is still elevated from a historical perspective. Merger and acquisition activity accounted for a growing percentage of total new issuance proceeds as the year progressed, with most of these transactions strategic in nature and seemingly reasonable from a leverage standpoint.

Similar to the situation earlier this year involving TXU, Caesar's Entertainment, another large bond and loan issuer, missed a December coupon payment on its operating company debt and entered a 30-day grace period. If this company officially defaults, it will have a meaningful impact on the overall default rate for the asset class. Our view is that this was largely expected by market participants and that any associated contagion stemming from this bankruptcy would likely be limited in 2015.

### *Strategy Review*

In the fourth quarter, the energy sector was a major area of focus for market participants as oil price declines intensified. Our high yield team has monitored the mounting supply and demand imbalances in the global oil market for quite some time and reflected a cautious view in the Fund's portfolio by maintaining an underweight allocation to the energy sector relative to the benchmark and selecting what we considered to be higher quality credits. As a surge of low-coupon energy bonds hit the primary market in recent years, we determined, in many cases, that



the Fund was not being compensated for the risks and chose not to participate in a high percentage of new deals. This high level of selectivity proved prescient in the final months of the year as many energy bonds traded down dramatically, in some cases as much as 40%, or more. The combination of an underweight allocation versus the benchmark and a preference for higher quality credits in the energy sector was a major contributor to the Fund's positive relative performance results for the three-month and one-year periods.

We further decreased the Fund's exposure to energy and metals and mining-related credits in the fourth quarter. This should leave the Fund well positioned to capitalize on dislocations once these sectors stabilize. As for the remaining commodity-related names in the portfolio, we have focused on select sub-industries, picking issuers that are diversified by production source, have lower operating costs, and are hedged against low commodity prices. The Fund also holds positions in some energy credits that we believe have the potential to be upgraded to investment grade or profit from further industry consolidation.

In our view, there are areas of the market that are poised to benefit from lower commodity prices, particularly consumer-related sectors like retail and companies that use oil as a key input. High yield airline companies, including American Airlines and UAL, have received a boost based on expectations that lower fuel costs will lead to increased margins. Similarly, refiners and chemical companies are enjoying lower input costs. The portfolio's European high yield names have held up relatively well, despite disappointing economic activity in that region, partly because this segment of the market has limited exposure to energy and metals companies.

#### *Outlook*

While market conditions have been challenging over the last several months, valuations are far more inviting entering 2015 than they have been in years. Aside from the uncertainty emanating from the energy sector, the fundamentals underpinning the companies in the high yield market appear solid. Issuers have repaired their balance sheets, reduced capital costs and extended maturities through refinancing activity over the past several years.

Investor demand for high yield bonds is likely to persist in the current low interest rate environment, despite the price pullback investors endured as 2014 came to a close. As always, our team strives to deliver high current income through a commitment to diligent credit research and risk-conscious investing.

Sincerely,

Ellen E. Terry  
President

The New America High Income Fund, Inc.

Paul A. 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 T. Rowe Price Associates, Inc. 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 or indicative of the Fund's portfolio as a whole.*

## The New America High Income Fund, Inc.

<b>Industry Summary December 31, 2014</b>	<b>As a Percent of Total Investments</b>
Energy	10.86%
Financial	8.60%
Cable Operators	7.86%
Health Care	7.48%
Services	6.27%
Wireless Communications	5.73%
Broadcasting	5.40%
Metals & Mining	4.67%
Automotive	4.53%
Information Technology	3.88%
Container	2.63%
Chemicals	2.50%
Building & Real Estate	2.48%
Other Telecommunications	2.38%
Utilities	2.35%
Gaming	2.33%
Manufacturing	2.28%
Airlines	2.24%
Retail	2.13%
Entertainment & Leisure	2.00%
Consumer Products	1.96%
Food/Tobacco	1.80%
Building Products	1.50%
Forest Products	1.43%
Satellites	1.27%
Supermarkets	0.69%
Publishing	0.63%
Transportation	0.50%
Aerospace & Defense	0.49%
Lodging	0.41%
Real Estate Investment Trust Securities	0.36%
Restaurants	0.36%
Total Investments	100.00%
<b>Moody's Investors Service Ratings (1) December 31, 2014 (Unaudited)</b>	<b>As a Percent of Total Investments</b>
Baa2	0.09%
Baa3	0.78%
Total Baa	0.87%
Ba1	5.78%
Ba2	8.28%
Ba3	13.41%
Total Ba	27.47%
B1	17.02%
B2	12.70%
B3	19.90%
Total B	49.62%



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Caa1	13.63%
Caa2	5.44%
Caa3	0.35%
Total Caa	19.42%
Ca	0.35%
Unrated	1.30%
Equity	0.97%
Total Investments	100.00%

(1) SOURCE: Moody's Investors Service, Inc. This table compiles the ratings assigned by Moody's to the Fund's holdings.



## The New America High Income Fund, Inc.

## Schedule of Investments December 31, 2014 (Dollar Amounts in Thousands)

Principal Amount/Units			Moody's Rating (Unaudited)	Value (Note 1)
<b>CORPORATE DEBT SECURITIES 129.65%</b>				
<b>(b)(d)</b>				
<b>Aerospace &amp; Defense .64%</b>				
\$	475	Ducommun, Inc., Senior Notes, 9.75%, 07/15/18	B3	\$ 509
	500	Esterline Technologies, Senior Notes, 7%, 08/01/20	Ba2	526
	150	Kratos Defense and Security Solutions, Inc., Senior Notes, 7%, 05/15/19	Caa1	128
	350	Transdigm, Inc., Subordinated Notes, 6.50%, 07/15/24	Caa1	351
				1,514
<b>Airlines 2.93%</b>				
	475	Air Canada, Senior Notes, 7.75%, 04/15/21 (g)	Caa1	496
	675	Allegiant Travel Company, Senior Notes, 5.50%, 07/15/19	B1	687
	1,100	American Airlines, Senior Notes, 5.50%, 10/01/19 (g)	B3	1,119
	132		(e)	135

		American Airlines, Senior Notes, 5.625%, 01/15/21 (g)		
	130	United Airlines, Senior Notes, 4.625%, 03/03/24	(e)	128
	700	United Continental Holdings, Inc., Senior Notes, 6%, 12/01/20	B3	719
	1,525	United Continental Holdings, Inc., Senior Notes, 6%, 07/15/26	B3	1,472
	175	United Continental Holdings, Inc., Senior Notes, 6%, 07/15/28	B3	167
	575	United Continental Holdings, Inc., Senior Notes, 6.375%, 06/01/18	B3	607
	1,325	US Airways, Inc., Senior Notes, 6.125%, 06/01/18	B3	1,381
				6,911
<b>Automotive</b>	<b>5.93%</b>			
	125	Affinia Group, Inc., Senior Notes, 7.75%, 05/01/21	Caa2	128
<b>Principal Amount/Units</b>			<b>Moody's Rating (Unaudited)</b>	<b>Value (Note 1)</b>
\$	725	Allison Transmission, Inc., Senior Notes, 7.125% 05/15/19 (g)	B2	\$ 759

175	American Axle and Manufacturing, Inc., Senior Notes, 5.125%, 02/15/19	B2	178
350	American Axle and Manufacturing, Inc., Senior Notes, 6.25%, 03/15/21	B2	368
375	American Axle and Manufacturing, Inc., Senior Notes, 6.625%, 10/15/22	B2	399
600	Chrysler Group LLC, Senior Notes, 8%, 06/15/19	B1	635
3,700	Chrysler Group LLC, Senior Notes, 8.25%, 06/15/21	B1	4,098
700	Dana Holding Corporation, Senior Notes, 5.375%, 09/15/21	B2	719
550	Gestamp Fund Lux S.A., Senior Notes, 5.625%, 05/31/20 (g)	B1	555
450	Goodyear Tire & Rubber Company, Senior Notes, 6.50%, 03/01/21	B1	479
550	Goodyear Tire & Rubber Company, Senior Notes, 8.25%, 08/15/20	B1	583
200	Goodyear Tire & Rubber Company,	B1	232

	Senior Notes, 8.75%, 08/15/20	
	Group 1	
	Automotive, Inc., Senior Notes, 5%, 06/01/22 (g) B1	342
350		
	Jaguar Land Rover Automotive Plc, Senior Notes, 5.625%, 02/01/23 (g) Ba2	1,079
1,025		
	MPG Holdco Inc., Senior Notes, 7.375%, 10/15/22 (g) B3	695
675		
	Navistar International Group, Senior Notes, 8.25%, 11/01/21 B3	343
350		
	Nexteer Automotive Group Ltd., Senior Notes, 5.875%, 11/15/21 (g) Ba1	275
275		

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

## The New America High Income Fund, Inc.

**Schedule of Investments December 31, 2014 Continued** (Dollar Amounts in Thousands)

Principal Amount/Units			Moody's Rating (Unaudited)	Value (Note 1)
<b>CORPORATE DEBT SECURITIES</b>				
<b>continued</b>				
\$	400	Penske Auto Group, Inc., Senior Notes, 5.75%, 10/01/22	B1	\$ 414
	270	Pittsburgh Glass Works, LLC, Senior Notes, 8%, 11/15/18 (g)	B3	284
	275	Schaeffler Finance B.V., Senior Notes, 6.25%, 11/15/19 (g)	B1	287
	475	Schaeffler Finance B.V., Senior Notes, 6.875%, 08/15/18 (g)	B1	496
	325	Sonic Automotive, Inc., Senior Subordinated Notes, 5%, 05/15/23	B2	315
	300	Sonic Automotive, Inc., Senior Subordinated Notes, 7%, 07/15/22	B2	323
				13,986
<b>Broadcasting</b>	<b>7.07%</b>			
	1,075	AMC Networks, Inc., Senior Notes, 4.75%,	B1	1,043

	12/15/22		
	CBS Outdoor Americas Capital LLC, Senior Notes, 5.25%, 02/15/22 (g)	B1	735
725			
	CBS Outdoor Americas Capital LLC, Senior Notes, 5.625%, 02/15/24 (g)	B1	253
250			
	Clear Channel Worldwide Holdings, Inc., Senior Notes, 6.50%, 11/15/22	B1	76
75			
	Clear Channel Worldwide Holdings, Inc., Senior Notes, 6.50%, 11/15/22	B1	876
850			
	Clear Channel Worldwide Holdings, Inc., Senior Subordinated Notes, 7.625%, 03/15/20	B3	78
75			
	Gannett Co., Inc., Senior Notes, 5.125%, 10/15/19	Ba1	359
350			
	Gannett Co., Inc., Senior Notes, 6.375%, 10/15/23	Ba1	958
900			
	IHeart Communications, Inc., Senior Notes, 9%, 12/15/19	Caa1	642
650			



Principal Amount/Units			Moody's Rating (Unaudited)	Value (Note 1)
\$	800	IHeart Communications, Inc., Senior Notes, 10%, 01/15/18	Ca	\$ 686
	357	IHeart Communications, Inc., Senior Notes, 14%, 02/01/21 (c)	Ca	293
	325	Lamar Media Corporation, Senior Subordinated Notes, 5.875%, 02/01/22	B1	338
	350	Lin Television Corporation, Senior Notes, 8.375%, 04/15/18	B3	366
	950	MDC Partners, Inc., Senior Notes, 6.75%, 04/01/20 (g)	B3	973
	525	Media General Financing Sub, Inc., Senior Notes, 5.875%, 11/15/22 (g)	B3	521
	400	Polish Television Holding B.V., Senior Notes, 11%, 01/15/21 (g)(EUR)	(e)	572
	600	Sinclair Television Group, Inc., Senior Notes, 6.125%, 10/01/22	B1	609
	1,475	Sirius XM Radio, Inc.,	B1	1,512

	Senior Notes, 5.75%, 08/01/21 (g)		
725	Starz LLC, Senior Notes, 5%, 09/15/19	Ba2	729
375	Townsquare Radio LLC, Senior Notes, 9%, 04/01/19 (g)	B3	399
2,425	Univision Communications, Inc., Senior Notes, 5.125%, 05/15/23 (g)	B2	2,473
300	Univision Communications, Inc., Senior Notes, 6.75%, 09/15/22 (g)	B2	322
1,750	Univision Communications, Inc., Senior Notes, 8.50%, 05/15/21 (g)	Caa2	1,864
			16,677
<b>Building &amp; Real Estate</b>	<b>3.24%</b>		
500	CCRE Company, Senior Notes, 7.75%, 02/15/18 (g)	B1	522
350	Greystar Real Estate Partners, LLC, Senior Notes, 8.25%, 12/01/22 (g)	B2	357

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

## The New America High Income Fund, Inc.

## Schedule of Investments December 31, 2014 Continued (Dollar Amounts in Thousands)

Principal Amount/Units			Moody's Rating (Unaudited)	Value (Note 1)
<b>CORPORATE DEBT SECURITIES</b>				
<b>continued</b>				
\$	1,175	Howard Hughes Corporation, Senior Notes, 6.875%, 10/01/21 (g)	Ba3	\$ 1,228
	1,550	Jefferies LoanCore LLC, Senior Notes, 6.875%, 06/01/20 (g)	B2	1,422
	600	KB Home, Senior Notes, 8%, 03/15/20	B2	655
	325	Ladder Capital Finance Holdings LLLP, Senior Notes, 5.875%, 08/01/21 (g)	Ba3	310
	400	Ladder Capital Finance Holdings LLLP, Senior Notes, 7.375%, 10/01/17	Ba3	415
	450	Realology Group LLC, Senior Notes, 5.25%, 12/01/21 (g)	Caa1	436
	125	Realology Group LLC, Senior Notes, 9%, 01/15/20 (g)	B3	138
	550	RPG Byty s.r.o., Senior Notes, 6.75%, 05/01/20	Ba2	679

		(g)(EUR)		
		William Lyon Homes, Inc., Senior Notes, 7%, 08/15/22		
	675	(g)	B3	678
		William Lyon Homes, Inc., Senior Notes, 8.50%, 11/15/20		
	750		B3	806
				7,646
<b>Building Products</b>	<b>1.97%</b>			
		Associated Materials, Inc., Senior Notes, 9.125%, 11/01/17		
	350		Caa1	288
		Builders First Source, Inc., Senior Notes, 7.625%, 06/01/21 (g)		
	450		Caa1	459
		Building Materials Holding Corporation, Senior Notes, 9%, 09/15/18 (g)		
	650		B3	679
		Nortek, Inc., Senior Notes, 8.50%, 04/15/21		
	575		Caa1	617
		Nortek, Inc., Senior Notes, 10%, 12/01/18		
	650		Caa1	681
		RSI Home Products, Inc., Senior Notes, 6.875%, 03/01/18 (g)		
	375		B1	390
<b>Principal Amount/Units</b>			<b>Moody's Rating (Unaudited)</b>	<b>Value (Note 1)</b>
		Springs Industries, Inc., Senior Notes, 6.25%, 06/01/21		
\$	275		B2	\$ 269

	850	Summit Materials LLC, Senior Notes, 10.50%, 01/31/20	Caa1	941
	175	USG Corporation, Senior Notes, 5.875%, 11/01/21 (g)	B1	177
	125	USG Corporation, Senior Notes, 9.75%, 01/15/18	Caa1	143
				4,644
<b>Cable Operators</b>	<b>10.29%</b>			
	750	Altice Financing S.A., Senior Notes, 7.75%, 05/15/22 (g)	B3	750
	875	Altice Financing S.A., Senior Notes, 9%, 06/15/23 (g)(EUR)	B3	1,165
	675	Altice Financing S.A., Senior Notes, 9.875%, 12/15/20 (g)	B3	720
	500	B Communications Ltd., Senior Notes, 7.375%, 02/15/21 (g)	(e)	528
	475	Block Communications, Inc., Senior Notes, 7.25%, 02/01/20 (g)	B1	484
	75	CCO Holdings, LLC, Senior Notes, 5.25%,	B1	75

	03/15/21		
	CCO Holdings, LLC, Senior Notes, 5.25%, 09/30/22	B1	725
725			
	CCO Holdings, LLC, Senior Notes, 5.75%, 09/01/23	B1	328
325			
	CCO Holdings, LLC, Senior Notes, 6.625%, 01/31/22	B1	2,503
2,350			
	CCOH Safari, Senior Notes, 5.50%, 12/01/22	B1	531
525			
	Cequel Communications Holdings I, LLC, Senior Notes, 5.125%, 12/15/21 (g)	B3	632
650			
	Cequel Communications Holdings I, LLC, Senior Notes, 6.375%, 09/15/20 (g)	B3	1,846
1,775			
	CSC Holdings, LLC, Senior Notes, 6.75%, 11/15/21	Ba2	992
900			
	Dish DBS Corporation, Senior Notes, 5.125%, 05/01/20	Ba3	808
800			
	Dish DBS Corporation, Senior Notes, 5.875%, 07/15/22	Ba3	537
525			

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



## The New America High Income Fund, Inc.

## Schedule of Investments December 31, 2014 Continued (Dollar Amounts in Thousands)

Principal Amount/Units			Moody's Rating (Unaudited)	Value (Note 1)
<b>CORPORATE DEBT SECURITIES</b>				
<b>continued</b>				
\$	325	Dish DBS Corporation, Senior Notes, 6.75%, 06/01/21	Ba3	\$ 349
	550	LGE Holdco VI B.V., Senior Notes, 7.125%, 05/15/24 (g) (EUR)	B3	732
	800	Mediacom Broadband LLC, Senior Notes, 6.375%, 04/01/23	B3	819
	1,675	Netflix, Inc., Senior Notes, 5.375%, 02/01/21	Ba3	1,746
	500	Netflix, Inc., Senior Notes, 5.75%, 03/01/24 (g)	Ba3	519
	900	Numericable Group, S.A., Senior Notes, 6.25%, 05/15/24 (g)	Ba3	907
	425	United Group BV, Senior Notes, 7.875%, 11/15/20 (g) (EUR)	B2	546
	900	Unitymedia Hessen GmbH & Company, Senior Notes,	B3	898



	5%, 01/15/25 (g)		
	Unitymedia Kabel BW GmbH, Senior Notes, 6.125%, 01/15/25 (g)	B3	697
675			
	UPCB Finance Limited, Senior Notes, 6.875%, 01/15/22 (g)	Ba3	517
475			
	UPCB Finance Limited, Senior Notes, 7.25%, 11/15/21 (g)	Ba3	602
550			
	Videotron Ltee., Senior Notes, 5%, 07/15/22	Ba2	585
575			
	Virgin Media Finance, Plc, Senior Note, 6%, 10/15/24 (g)	B2	394
375			
	VTR Finance B.V., Senior Notes, 6.875%, 01/15/24 (g)	B1	719
700			
	WaveDivision Holdings, LLC, Senior Notes, 8.125%, 09/01/20 (g)	B3	186
175			
	Wide Open West Finance, LLC, Senior Notes, 10.25%, 07/15/19	Caa1	575
550			
	Wide Open West Finance, LLC, Senior Subordinated Notes, 13.375%, 10/15/19	Caa1	841
800			

				24,256
Principal Amount/Units			Moody's Rating (Unaudited)	Value (Note 1)
<b>Chemicals</b>	<b>3.28%</b>			
		Axalta Coating Systems Dutch Holding B B.V., Senior Notes, 7.375%, 05/01/21 (g)	Caa1	\$ 317
\$	300			
		Ciech Group Financing, Senior Notes, 9.50%, 11/30/19 (g)(EUR)	B1	634
	475			
		Consolidated Energy Finance, Senior Notes, 6.75%, 10/15/19 (g)	B2	772
	790			
		W.R. Grace & Company Conn., Senior Notes, 5.125%, 10/01/21 (g)	Ba3	461
	450			
		Hexion Specialty Chemicals, Inc., Senior Notes, 6.625%, 04/15/20	B3	1,021
	1,050			
		Hexion Specialty Chemicals, Inc., Senior Notes, 8.875%, 02/01/18	Caa2	957
	1,075			
		Ineos Group Holdings S.A., Senior Notes, 6.125%, 08/15/18 (g)	B3	335
	350			
	975	Momentive Performance	(e)	824

		Materials, Inc., Senior Secured Notes, 3.88%, 10/24/21		
		Momentive Performance Materials, Inc., Senior Secured Notes, 8.875%, 10/15/20 (a)(f)		
	975	ESC	(e)	0
		PolyOne Corporation, Senior Notes, 5.25%, 03/15/23	Ba3	426
		PQ Corporation, Senior Notes, 8.75%, 05/01/18 (g)	Caa1	1,268
	1,225			
		Rayonier American Products, Inc., Senior Notes, 5.50%, 06/01/24 (g)	Ba3	351
		Trinseo Materials Operating S.C.A., Senior Notes, 8.75%, 02/01/19	B2	355
	350			7,721
<b>Consumer Products</b>	<b>2.56%</b>			
		24 Hour Holdings III LLC, Senior Notes, 8%, 06/01/22		
	525	(g)	Caa1	420

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

## The New America High Income Fund, Inc.

## Schedule of Investments December 31, 2014 Continued (Dollar Amounts in Thousands)

Principal Amount/Units		Moody's Rating (Unaudited)	Value (Note 1)
<b>CORPORATE DEBT SECURITIES</b>			
<b>continued</b>			
\$	1,325	Activision Blizzard, Inc., Senior Notes, 5.625%, 09/15/21 (g) Ba2	\$ 1,395
	350	Activision Blizzard, Inc., Senior Notes, 6.125%, 09/15/23 (g) Ba2	377
	160	Avon Products, Inc., Senior Notes 4.60%, 03/15/20 Baa3	145
	750	Hanesbrands, Inc., Senior Notes, 6.375%, 12/15/20 Ba2	797
	275	Levi Strauss & Co., Senior Notes, 6.875%, 05/01/22 Ba3	298
	325	Pantry, Inc., Senior Notes, 8.375%, 08/01/20 Caa1	356
	575	Quicksilver Inc., Senior Notes, 10%, 08/01/20 Caa2	397
	225	Spectrum Brands Escrow, Senior Notes, 6.375%, 11/15/20 B3	235
	650	Spectrum Brands B3	691

		Escrow, Senior Notes, 6.625%, 11/15/22		
	700	Sun Products, Senior Notes, 7.75%, 03/15/21 (g)	Caa2	592
	325	Wolverine World Wide, Inc., Senior Notes, 6.125%, 10/15/20	Ba3	340
				6,043
<b>Container</b>	<b>3.45%</b>			
	375	AEP Industries, Inc., Senior Notes, 8.25%, 04/15/19	B3	386
	365	Ardagh Finance Holdings S.A., Senior Notes, 8.625%, 06/15/19 (c)(g)	Caa2	361
	200	Ardagh Packaging Finance plc, Senior Notes, 6.25%, 01/31/19 (g)	Caa1	197
	578	Ardagh Packaging Finance plc, Senior Notes, 7%, 11/15/20 (g)	Caa1	581
	400	Beverage Packaging Holdings (Lux) II S.A., Senior Notes, 5.625%, 12/15/16 (g)	Caa2	393
<b>Principal Amount/Units</b>			<b>Moody's Rating (Unaudited)</b>	<b>Value (Note 1)</b>
\$	650	Beverage Packaging	Caa2	\$ 637

	Holdings (Lux) II S.A., Senior Subordinated Notes 6%, 06/15/17 (g)		
275	Bormioli Rocco Holdings, Senior Notes, 10%, 08/01/18 (g) (EUR)	B3	319
700	Consolidated Container Company LLC, Senior Notes, 10.125%, 07/15/20 (g)	Caa2	658
400	Exopack Holding Corporation, Senior Notes, 10%, 06/01/18 (g)	Caa2	421
350	Greif Inc., Senior Notes, 7.75%, 08/01/19	Ba2	396
525	Reynolds Group Issuer, Inc., Senior Notes, 8.25%, 02/15/21	Caa2	539
1,350	Reynolds Group Issuer, Inc., Senior Notes, 9%, 04/15/19	Caa2	1,390
900	Reynolds Group Issuer, Inc., Senior Notes, 9.875%, 08/15/19	Caa2	949
625	Sealed Air Corporation, Senior Notes, 5.25%, 04/01/23 (g)	B1	634
249		B3	270

Tekni Plex,  
Inc., Senior  
Notes,  
9.75%,  
06/01/19 (g)

8,131

**Energy 14.10%**

American  
Energy  
Permian Basin,  
Senior Notes,  
6.732%,  
08/01/19 (g)

750

Caa1

555

Antero  
Resources  
Finance  
Corporation,  
Senior Notes,  
5.125%  
12/01/22 (g)

375

B1

354

Antero  
Resources  
Finance  
Corporation,  
Senior Notes,  
6%, 12/01/20

825

B1

827

Atlas Pipeline  
Partners, L.P.,  
Senior Notes,  
5.875%,  
08/01/23

1,025

B2

1,028

Bill Barrett  
Corporation,  
Senior Notes,  
7%, 10/15/22

175

B2

141

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

## The New America High Income Fund, Inc.

## Schedule of Investments December 31, 2014 Continued (Dollar Amounts in Thousands)

Principal Amount/Units			Moody's Rating (Unaudited)	Value (Note 1)
<b>CORPORATE DEBT SECURITIES continued</b>				
\$	1,275	Bill Barrett Corporation, Senior Notes, 7.625%, 10/01/19	B2	\$ 1,160
	875	Bonanza Creek Energy, Inc., Senior Notes, 5.75%, 02/01/23	B3	682
	925	CGG SA, Senior Notes, 6.875%, 01/15/22	B1	703
	200	CGG SA, Senior Notes, 6.50%, 06/01/21	B1	152
	50	Chesapeake Energy Corp., Senior Notes, 5.375%, 06/15/21	Ba1	50
	150	Chesapeake Energy Corp., Senior Notes, 5.75%, 03/15/23	Ba1	155
	425	Compressco Partners, L.P., Senior Notes, 7.25%, 08/15/22 (g)	B2	366
	1,825	Concho Resources, Inc., Senior Notes, 5.50%, 04/01/23	Ba3	1,834
	300	Concho Resources,	Ba3	316



		Inc., Senior Notes, 7%, 01/15/21		
		Denbury Resources, Inc., Senior Notes, 5.50%, 05/01/22	B1	641
700				
		Exterran Holdings, Inc., Senior Notes, 6%, 04/01/21	B1	178
200				
		Exterran Holdings, Inc., Senior Notes, 6%, 10/01/22 (g)	B1	587
675				
		Ferrellgas, L.P., Senior Notes, 6.50%, 05/01/21	B2	907
925				
		Ferrellgas, Partners L.P., Senior Notes, 6.75%, 01/15/22	B2	246
250				
		Jupiter Resources, Inc., Senior Notes, 8.50%, 10/01/22 (g)	B3	506
675				
		Laredo Petroleum, Inc., Senior Notes, 7.375%, 05/01/22	B2	846
900				
<b>Principal Amount/Units</b>			<b>Moody's Rating (Unaudited)</b>	<b>Value (Note 1)</b>
\$				