

WESTERN ASSET MUNICIPAL PARTNERS FUND INC.

Form N-CSR

January 25, 2017

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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 811-07362

Western Asset Municipal Partners Fund Inc.

(Exact name of registrant as specified in charter)

620 Eighth Avenue, 49th Floor, New York, NY 10018

(Address of principal executive offices) (Zip code)

Robert I. Frenkel, Esq.

Legg Mason & Co., LLC

100 First Stamford Place

Stamford, CT 06902

(Name and address of agent for service)

Registrant's telephone number, including area code: (888) 777-0102

Date of fiscal year end: November 30

Date of reporting period: November 30, 2016

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ITEM 1. REPORT TO STOCKHOLDERS.

The **Annual** Report to Stockholders is filed herewith.

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Annual Report

November 30, 2016

WESTERN ASSET
MUNICIPAL PARTNERS
FUND INC. (MNP)

INVESTMENT PRODUCTS: NOT FDIC INSURED NO BANK GUARANTEE MAY LOSE VALUE

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Fund objectives

The Fund's primary investment objective is to seek a high level of current income which is exempt from regular federal income taxes,* consistent with the preservation of capital. As a secondary investment objective, the Fund intends to enhance portfolio value by purchasing tax-exempt securities that, in the opinion of the investment manager, may appreciate in value relative to other similar obligations in the marketplace.

Under normal market conditions, the Fund invests substantially all of its assets in a diversified portfolio of tax-exempt securities that are rated investment grade at the time of purchase by at least one rating agency and that the investment manager believes do not involve undue risk to income or principal.

*Certain investors may be subject to the federal alternative minimum tax (AMT), and state and local taxes will apply. Capital gains, if any, are fully taxable. Please consult your personal tax or legal adviser.

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Letter from the chairman

Dear Shareholder,

We are pleased to provide the annual report of Western Asset Municipal Partners Fund Inc. for the twelve-month reporting period ended November 30, 2016. Please read on for a detailed look at prevailing economic and market conditions during the Fund's reporting period and to learn how those conditions have affected Fund performance.

As always, we remain committed to providing you with excellent service and a full spectrum of investment choices. We also remain committed to supplementing the support you receive from your financial advisor. One way we accomplish this is through our website, www.lmcef.com. Here you can gain immediate access to market and investment information, including:

Fund prices and performance,

Market insights and commentaries from our portfolio managers, and

A host of educational resources.

We look forward to helping you meet your financial goals.

Sincerely,

Jane Trust, CFA

Chairman, President and Chief Executive Officer

December 30, 2016

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Investment commentary

Economic review

The pace of U.S. economic activity fluctuated during the twelve months ended November 30, 2016 (the reporting period). Looking back, the U.S. Department of Commerce reported that fourth quarter 2015 U.S. gross domestic product (GDP) growth was 0.9%. First and second quarter 2016 GDP growth was 0.8% and 1.4%, respectively. The U.S. Department of Commerce's final reading for third quarter 2016 GDP growth released after the reporting period ended was 3.5%. The improvement in GDP growth in the third quarter 2016 reflected an increase in private inventory investment, an acceleration in exports, smaller decreases in state and local government spending and an upturn in federal government spending.

While there was a pocket of weakness in May 2016, job growth in the U.S. was solid overall and a tailwind for the economy during the reporting period. When the reporting period ended on November 30, 2016, the unemployment rate was 4.6%, as reported by the U.S. Department of Labor. This represented the lowest level since August 2007. The percentage of longer-term unemployed also declined over the period. In November 2016, 24.8% of Americans looking for a job had been out of work for more than six months, versus 26.3% when the period began.

After an extended period of maintaining the federal funds rateⁱⁱ at a historically low range between zero and 0.25%, the Federal Reserve Board (the Fedⁱⁱ) increased the rate at its meeting on December 16, 2015. This marked the first rate hike since 2006. In particular, the U.S. central bank raised the federal funds rate to a range between 0.25% and 0.50%. The Fed then kept rates on hold at every meeting prior to its meeting in mid-December 2016. On December 14, 2016, after the reporting period ended, the Fed raised rates to a range between 0.50% and 0.75%. In the Fed's statement after the December meeting it said, "The Committee expects that economic conditions will evolve in a manner that will warrant only gradual increases in the federal funds rate; the federal funds rate is likely to remain, for some time, below levels that are expected to prevail in the longer run. However, the actual path of the federal funds rate will depend on the economic outlook as informed by incoming data."

As always, thank you for your confidence in our stewardship of your assets.

Sincerely,

Jane Trust, CFA

Chairman, President and

Chief Executive Officer

December 30, 2016

All investments are subject to risk including the possible loss of principal. Past performance is no guarantee of future results.

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- ⁱ Gross domestic product (GDP) is the market value of all final goods and services produced within a country in a given period of time.

- ⁱⁱ The federal funds rate is the rate charged by one depository institution on an overnight sale of immediately available funds (balances at the Federal Reserve) to another depository institution; the rate may vary from depository institution to depository institution and from day to day.

- ⁱⁱⁱ The Federal Reserve Board (the Fed) is responsible for the formulation of U.S. policies designed to promote economic growth, full employment, stable prices and a sustainable pattern of international trade and payments.

Western Asset Municipal Partners Fund Inc. V

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Fund overview

Q. What is the Fund's investment strategy?

A. The Fund's primary investment objective is to seek a high level of current income which is exempt from regular federal income taxes, consistent with the preservation of capital. As a secondary investment objective, the Fund intends to enhance portfolio value by purchasing tax-exempt securities that, in the opinion of the Fund's investment manager, may appreciate in value relative to other similar obligations in the marketplace. Under normal market conditions, the Fund invests substantially all of its assets in a diversified portfolio of tax-exempt securities. The Fund invests primarily in tax exempt securities that are rated investment grade at the time of purchase by at least one rating agency and that the investment manager believes do not involve undue risk to income or principal. The Fund may invest up to 20% of its net assets in securities rated below investment grade (commonly known as "high yield" or "junk" bonds) at the time of purchase. The Fund may use a variety of derivative instruments as part of its investment strategy, or for hedging or risk management purposes.

At Western Asset Management Company ("Western Asset"), the Fund's subadviser, we utilize a fixed-income team approach, with decisions derived from interaction among various investment management sector specialists. The sector teams are comprised of Western Asset's senior portfolio management personnel, research analysts and an in-house economist. Under this team approach, management of client fixed-income portfolios will reflect a consensus of interdisciplinary views within the Western Asset organization. Effective August 1, 2016, the individuals responsible for development of investment strategy, day-to-day portfolio management, oversight and coordination of the Fund are S. Kenneth Leech, Robert E. Amodeo and David T. Fare.

Q. What were the overall market conditions during the Fund's reporting period?

A. Most spread sectors (non-Treasuries) posted positive returns, but generated mixed results versus equal-durationⁱ Treasuries over the twelve-month reporting period ended November 30, 2016. The fixed income market was volatile at times given signs of generally modest economic growth, uncertainties regarding future Federal Reserve Board (the "Fed") monetary policy, implications of the U.K.'s referendum to leave the European Union ("Brexit"), the November elections in the U.S. and a number of geopolitical issues.

Both short- and long-term Treasury yields moved higher during the twelve months ended November 30, 2016. Two-year Treasury yields began the reporting period at 0.94% and ended the period at 1.11%. Their peak of 1.12% occurred on both November 23 and November 25, 2016, and they were as low as 0.56% on July 5, 2016. Ten-year Treasury yields were 2.21% at the beginning of the period and ended the period at their peak of 2.37%. Their low of 1.37% occurred on both July 5 and July 8, 2016.

The municipal bond market underperformed its taxable bond counterpart during the twelve-month reporting period. Over that time, the Bloomberg Barclays Municipal Bond Indexⁱⁱⁱ and the Bloomberg Barclays U.S. Aggregate Index^{iv} returned -0.22% and 2.17%, respectively. After generating positive absolute returns during the first nine

Table of Contents**Fund overview (cont d)**

months of the period, the municipal market declined over the last three months of the period. This turnaround was triggered by a number of factors, including an increase in municipal supply and sharply rising yields. In addition, it was felt that potential reductions in tax rates could make municipal securities relatively less attractive.

Q. How did we respond to these changing market conditions?

A. We lengthened the Fund's duration into market weakness, as we felt the sell-off in the municipal market was overdone. The Fund employed the use of U.S. Treasury futures during the reporting period to manage duration. This strategy detracted from the Fund's performance.

During the reporting period, we utilized leverage in the Fund. This contributed to performance over the Fund's fiscal year. We ended the period with leverage from preferred shares as a percentage of gross assets of roughly 35%.

Performance review

For the twelve months ended November 30, 2016, Western Asset Municipal Partners Fund Inc. returned -0.36% based on its net asset value (NAV) and 0.57% based on its New York Stock Exchange (NYSE) market price per share. The Fund's unmanaged benchmark, the Bloomberg Barclays Municipal Bond Index, returned -0.22% for the same period. The Lipper General & Insured Municipal Debt (Leveraged) Closed-End Funds Category Average^{vi} returned 0.43%

over the same time frame. Please note that Lipper performance returns are based on each fund's NAV.

Certain investors may be subject to the federal alternative minimum tax, and state and local taxes will apply. Capital gains, if any, are fully taxable. Please consult your personal tax or legal adviser.

During the twelve-month period, the Fund made distributions to common stock shareholders totaling \$0.87 per share.* The performance table shows the Fund's twelve-month total return based on its NAV and market price as of November 30, 2016. **Past performance is no guarantee of future results.**

Performance Snapshot as of November 30, 2016

	12-Month
Price Per Share	Total Return**
\$15.90 (NAV)	-0.36%
\$14.80 (Market Price)	0.57%

All figures represent past performance and are not a guarantee of future results.

**** Total returns are based on changes in NAV or market price, respectively. Returns reflect the deduction of all Fund expenses, including management fees, operating expenses, and other Fund expenses. Returns do not reflect the deduction of brokerage commissions or taxes that investors may pay on distributions or the sale of shares.**

Total return assumes the reinvestment of all distributions at NAV.

Total return assumes the reinvestment of all distributions in additional shares in accordance with the Fund's Dividend Reinvestment Plan.

*For the tax character of distributions paid during the fiscal year ended November 30, 2016, please refer to page 33 of this report.

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Q. What were the leading contributors to performance?

A. The largest contributor to the Fund's relative performance during the reporting period was its positioning in a number of sectors. Overall, an overweight to revenue bonds and underweights in the State and Local General Obligations bond sectors were beneficial given the outperformance by the former.

In the revenue bond space, overweights to the Industrial Revenue, Health Care and Water & Sewer sectors added the most value. Security selection in the Water & Sewer, Transportation, Education and Leasing sectors was also additive for performance.

Elsewhere, tactically adjusting the Fund's duration contributed to results during the reporting period.

Q. What were the leading detractors from performance?

A. The largest detractor from the Fund's relative performance for the period was security selection in the Local General Obligation bond sector. Security selection in the Industrial Revenue sector was also a modest drag on results.

Looking for additional information?

The Fund is traded under the symbol MNP and its closing market price is available in most newspapers under the NYSE listings. The daily NAV is available on-line under the symbol XMNPX on most financial websites. *Barron's* and the *Wall Street Journal's* Monday edition both carry closed-end fund tables that provide additional information. In addition, the Fund issues a quarterly press release that can be found on most major financial websites as well as www.lmcef.com (click on the name of the Fund).

In a continuing effort to provide information concerning the Fund, shareholders may call 1-888-777-0102 (toll free), Monday through Friday from 8:00 a.m. to 5:30 p.m. Eastern Time, for the Fund's current NAV, market price and other information.

Thank you for your investment in Western Asset Municipal Partners Fund Inc. As always, we appreciate that you have chosen us to manage your assets and we remain focused on achieving the Fund's investment goals.

Sincerely,

Western Asset Management Company

December 20, 2016

***RISKS:** The Fund is a closed-end management investment company designed primarily as a long-term investment and not as a trading vehicle. The Fund is not intended to be a complete investment program and, due to the uncertainty inherent in all investments, there can be no assurance that the Fund will achieve its investment objective. The Fund's common stock is traded on the New York Stock Exchange. Similar to stocks, the Fund's share price will fluctuate with market conditions and, at the time of sale, may be worth more or less than the original investment. Shares of closed-end funds often trade at a discount to their net asset value. Diversification does not assure against market loss. As interest rates rise, bond prices fall, reducing the value of the Fund's fixed-income securities. The Fund may invest in lower-rated high yield bonds or junk bonds, which are subject to greater liquidity and credit risk (risk of default) than higher rated obligations. Municipal securities purchased by the Fund may be adversely affected by changes in the financial condition of municipal issuers and insurers, regulatory and political developments, uncertainties and public perceptions, and other factors. The Fund*

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Fund overview (cont d)

may use derivatives, such as options and futures, which can be illiquid, may disproportionately increase losses, and have a potentially large impact on Fund performance. Leverage may result in greater volatility of NAV and the market price of common shares and increases a shareholder's risk of loss.

The mention of sector breakdowns is for informational purposes only and should not be construed as a recommendation to purchase or sell any securities. The information provided regarding such sectors is not a sufficient basis upon which to make an investment decision.

Investors seeking financial advice regarding the appropriateness of investing in any securities or investment strategies discussed should consult their financial professional. Portfolio holdings are subject to change at any time and may not be representative of the portfolio managers' current or future investments. The Fund's portfolio composition is subject to change at any time.

All investments are subject to risk including the possible loss of principal. Past performance is no guarantee of future results. All index performance reflects no deduction for fees, expenses or taxes. Please note that an investor cannot invest directly in an index.

The information provided is not intended to be a forecast of future events, a guarantee of future results or investment advice. Views expressed may differ from those of the firm as a whole.

- i Duration is the measure of the price sensitivity of a fixed-income security to an interest rate change of 100 basis points. Calculation is based on the weighted average of the present values for all cash flows.
- ii The Federal Reserve Board (the Fed) is responsible for the formulation of U.S. policies designed to promote economic growth, full employment, stable prices, and a sustainable pattern of international trade and payments.
- iii The Bloomberg Barclays Municipal Bond Index is a market value weighted index of investment grade municipal bonds with maturities of one year or more.
- iv The Bloomberg Barclays U.S. Aggregate Index is a broad-based bond index comprised of government, corporate, mortgage- and asset-backed issues, rated investment grade or higher, and having at least one year to maturity.
- v Net asset value (NAV) is calculated by subtracting total liabilities, including liabilities associated with financial leverage (if any), from the closing value of all securities held by the Fund (plus all other assets) and dividing the result (total net assets) by the total number of the common shares outstanding. The NAV fluctuates with changes in the market prices of securities in which the Fund has invested. However, the price at which an investor may buy or sell shares of the Fund is the Fund's market price as determined by supply of and demand for the Fund's shares.
- vi Lipper, Inc., a wholly-owned subsidiary of Reuters, provides independent insight on global collective investments. Returns are based on the twelve-month period ended November 30, 2016, including the reinvestment of all distributions, including returns of capital, if any, calculated among the 62 funds in the Fund's Lipper category.

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Fund at a glance (unaudited)

Investment breakdown (%) as a percent of total investments

The bar graph above represents the composition of the Fund's investments as of November 30, 2016 and November 30, 2015 and does not include derivatives such as futures contracts. The Fund is actively managed. As a result, the composition of the Fund's investments is subject to change at any time.

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Spread duration (unaudited)

Economic exposure November 30, 2016

Total Spread Duration

MNP 6.06 years

Benchmark 6.15 years

Spread duration measures the sensitivity to changes in spreads. The spread over Treasuries is the annual risk-premium demanded by investors to hold non-Treasury securities. Spread duration is quantified as the % change in price resulting from a 100 basis points change in spreads. For a security with positive spread duration, an increase in spreads would result in a price decline and a decline in spreads would result in a price increase. This chart highlights the market sector exposure of the Fund's sectors relative to the selected benchmark sectors as of the end of the reporting period.

Benchmark Bloomberg Barclays Municipal Bond Index

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Effective duration (unaudited)

Interest rate exposure November 30, 2016

Total Effective Duration

MNP 6.38 years

Benchmark 6.30 years

Effective duration measures the sensitivity to changes in relevant interest rates. Effective duration is quantified as the % change in price resulting from a 100 basis points change in interest rates. For a security with positive effective duration, an increase in interest rates would result in a price decline and a decline in interest rates would result in a price increase. This chart highlights the interest rate exposure of the Fund's sectors relative to the selected benchmark sectors as of the end of the reporting period.

Benchmark Bloomberg Barclays Municipal Bond Index

MNP Western Asset Municipal Partners Fund Inc.

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November 30, 2016

Western Asset Municipal Partners Fund Inc.

	Rate	Maturity Date	Face Amount	Value
Security				
Municipal Bonds 151.9%				
<i>Alabama 1.5%</i>				
Jefferson County, AL, Sewer Revenue:				
Subordinated Lien Warrants	6.000%	10/1/42	\$ 740,000	\$ 829,962
Subordinated Lien Warrants	6.500%	10/1/53	1,300,000	1,504,217
<i>Total Alabama</i>				<i>2,334,179</i>
<i>Alaska 1.5%</i>				
Valdez, AK, Marine Terminal Revenue, BP Pipelines Inc. Project	5.000%	1/1/21	2,150,000	2,369,107
<i>Arizona 3.5%</i>				
Glendale, AZ, Transportation Excise Tax Revenue, NATL	5.000%	7/1/28	2,855,000	2,920,808 ^(a)
Navajo Nation, AZ, Revenue	5.500%	12/1/30	275,000	293,469 ^(b)
Salt Verde, AZ, Financial Corp. Senior Gas Revenue	5.000%	12/1/32	2,000,000	2,212,060
<i>Total Arizona</i>				<i>5,426,337</i>
<i>California 19.9%</i>				
Bay Area Toll Authority, CA, Toll Bridge Revenue, San Francisco Bay Area	1.650%	4/1/24	2,500,000	2,536,075 ^{(c)(d)}
California State PCFA, Water Furnishing Revenue	5.000%	11/21/45	2,500,000	2,500,050 ^(b)
California State PCFA, Water Furnishing Revenue	5.000%	11/21/45	1,000,000	1,044,900 ^{(b)(e)}
California State, GO, Various Purpose	5.000%	4/1/43	4,000,000	4,363,520 ^(f)
California Statewide CDA Revenue, Insured Health Facility L.A., Jewish Home, CA, Mortgage Insurance, CMI	5.000%	11/15/28	1,500,000	1,576,050
Los Angeles County, CA, Public Works Financing Authority, Lease Revenue, Multiple Capital Project II	5.000%	8/1/30	2,500,000	2,816,400
Lower Tule River, CA, Irrigation District Revenue, COP	5.000%	8/1/40	1,000,000	1,081,690
M-S-R Energy Authority, CA, Gas Revenue	7.000%	11/1/34	2,490,000	3,267,876
M-S-R Energy Authority, CA, Gas Revenue	6.500%	11/1/39	2,500,000	3,214,275
Rancho Cucamonga, CA, RDA, Successor Agency Tax Allocation, Rancho Redevelopment Project Area, AGM	5.000%	9/1/30	750,000	825,653
River Islands, CA, Public Financing Authority Special Tax, Community Facilities District No. 2003-1	5.500%	9/1/45	500,000	524,670
Riverside County, CA, Transportation Commission Sales Tax Revenue, Limited Tax	5.250%	6/1/39	250,000	277,035
Riverside County, CA, Transportation Commission Toll Revenue:				
Senior Lien	5.750%	6/1/44	100,000	108,546
Senior Lien	5.750%	6/1/48	200,000	216,504
Tulare, CA, Sewer Revenue, AGM	5.000%	11/15/41	2,000,000	2,212,460
Turlock, CA, Irrigation District Revenue	5.000%	1/1/35	2,500,000	2,753,025 ^(a)
Turlock, CA, Public Financing Authority, Tax Allocation Revenue, AGM	5.000%	9/1/30	1,500,000	1,501,935
<i>Total California</i>				<i>30,820,664</i>

See Notes to Financial Statements.

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Security	Rate	Maturity Date	Face Amount	Value
<i>Colorado 5.9%</i>				
Colorado State Health Facilities Authority Revenue, Sisters of Charity Leavenworth Health System Inc.	5.250%	1/1/25	\$ 3,500,000	\$ 3,820,845
Public Authority for Colorado Energy, Natural Gas Purchase Revenue	5.750%	11/15/18	160,000	167,219
Public Authority for Colorado Energy, Natural Gas Purchase Revenue	6.500%	11/15/38	4,000,000	5,121,280
<i>Total Colorado</i>				<i>9,109,344</i>
<i>Florida 6.0%</i>				
Florida State Development Finance Corp., Educational Facilities Revenue, Renaissance Charter School Inc. Project	6.125%	6/15/46	160,000	158,379 ^(b)
Florida State Development Finance Corp., Senior Living Revenue, Tuscan Isle Champions Gate Project	6.375%	6/1/46	200,000	191,934 ^(b)
Florida State Mid-Bay Bridge Authority Revenue	5.000%	10/1/40	740,000	773,233
Miami-Dade County, FL, Aviation Revenue	5.000%	10/1/41	1,000,000	1,079,670
Miami-Dade County, FL, Expressway Authority Toll System Revenue	5.000%	7/1/24	1,250,000	1,452,175
Miami-Dade County, FL, GO, Seaport	5.000%	10/1/23	2,315,000	2,629,261
Orange County, FL, Health Facilities Authority Revenue, Presbyterian Retirement Communities	5.000%	8/1/47	250,000	259,073 ^(g)
Orlando & Orange County, FL, Expressway Authority Revenue	5.000%	7/1/30	2,000,000	2,220,440 ^(a)
Seminole Tribe Florida Special Obligation Revenue	5.250%	10/1/27	500,000	509,705 ^(b)
<i>Total Florida</i>				<i>9,273,870</i>
<i>Illinois 11.0%</i>				
Chicago, IL, GO	5.500%	1/1/34	950,000	931,418
Chicago, IL, GO	5.500%	1/1/37	60,000	58,016
Chicago, IL, Metropolitan Water Reclamation District Greater Chicago, GO, Green Bond	5.000%	12/1/44	1,000,000	1,099,360
Chicago, IL, O Hare International Airport Revenue	5.000%	1/1/35	2,200,000	2,316,292 ^(e)
Chicago, IL, O Hare International Airport Revenue, General, Senior Lien	5.000%	1/1/41	250,000	264,178 ^(g)
Chicago, IL, Public Building Commission, Building Revenue, Chicago School Reform, NATL	5.250%	12/1/18	1,000,000	1,033,920
Chicago, IL, Waterworks Revenue:				
Second Lien Project	5.000%	11/1/34	800,000	859,344
Second Lien Project	5.000%	11/1/39	500,000	531,495
Illinois State Health Facilities Authority Revenue, South Suburban Hospital Project	7.000%	2/15/18	170,000	176,373 ^(h)
Illinois State Municipal Electric Agency Power Supply Revenue, NATL	5.250%	2/1/28	4,145,000	4,173,103 ^(a)
Illinois State Toll Highway Authority Revenue	5.000%	12/1/31	1,500,000	1,688,460
Illinois State, GO	5.000%	2/1/28	1,200,000	1,227,756

See Notes to Financial Statements.

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November 30, 2016

Western Asset Municipal Partners Fund Inc.

	Rate	Maturity Date	Face Amount	Value
Security				
<i>Illinois continued</i>				
Illinois State, GO	5.000%	2/1/29	\$ 500,000	\$ 507,530
Illinois State, GO	5.000%	5/1/39	1,000,000	968,520
Metropolitan Pier & Exposition Authority, IL, Revenue, CAB-McCormick Place Expansion Project	0.000%	12/15/52	900,000	115,128
University of Illinois, COP	5.000%	3/15/24	1,000,000	1,134,740
<i>Total Illinois</i>				<i>17,085,633</i>
<i>Indiana 2.1%</i>				
Indiana Finance Authority Midwestern Disaster Relief Revenue, Ohio Valley Electric Corp. Project	5.000%	6/1/39	1,000,000	980,150
Indianapolis, IN, Local Public Improvement Bond Bank Revenue	5.000%	6/1/27	2,000,000	2,211,960
<i>Total Indiana</i>				<i>3,192,110</i>
<i>Louisiana 1.5%</i>				
Shreveport, LA, Water & Sewer Revenue, AGM	5.000%	12/1/34	2,080,000	2,268,552
<i>Maryland 0.7%</i>				
Maryland State EDC, EDR, Transportation Facilities Project	5.750%	6/1/35	1,000,000	1,077,380
<i>Massachusetts 3.0%</i>				
Massachusetts State DFA Revenue:				
International Charter School	5.000%	4/15/40	1,875,000	1,940,944
Partners Healthcare System	5.000%	7/1/47	1,000,000	1,096,360
Umass Boston Student Housing Project	5.000%	10/1/48	200,000	205,338
Massachusetts State Water Pollution Abatement Trust Revenue, MWRA Program, Unrefunded Balance	5.750%	8/1/29	355,000	356,218
Massachusetts State Water Resources Authority Revenue:				
General, NATL	5.000%	8/1/34	940,000	962,992
General, NATL	5.000%	8/1/34	60,000	61,580 ^(a)
<i>Total Massachusetts</i>				<i>4,623,432</i>
<i>Michigan 6.9%</i>				
Detroit, MI, GO, District State Aid	5.250%	11/1/24	3,500,000	3,641,155 ^(a)
Detroit, MI, Water & Sewerage Department, Disposal System Revenue, Senior Lien	5.250%	7/1/39	405,000	440,802
Great Lakes, MI, Water Authority Water Supply System Revenue:				
Senior Lien	5.000%	7/1/35	150,000	160,840
Senior Lien	5.000%	7/1/46	1,300,000	1,385,462
Michigan State Building Authority Revenue, Facilities Program	5.250%	10/15/47	250,000	279,865
Michigan State Finance Authority Limited Obligation Revenue, Higher Education, Thomas M Cooley Law School Project	6.750%	7/1/44	610,000	617,149 ^(b)
Michigan State Finance Authority Revenue:				
Senior Lien Detroit Water & Sewer	5.000%	7/1/33	370,000	400,233
Senior Lien Detroit Water & Sewer	5.000%	7/1/44	380,000	402,500

See Notes to Financial Statements.

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Security	Rate	Maturity Date	Face Amount	Value
<i>Michigan continued</i>				
Michigan State Hospital Finance Authority Revenue, McLaren Health Care Corp.	5.750%	5/15/38	\$ 2,000,000	\$ 2,129,900 ^(a)
Wayne County, MI, Airport Authority Revenue, Detroit Metropolitan Airport	5.000%	12/1/18	1,170,000	1,234,818 ^(e)
<i>Total Michigan</i>				<i>10,692,724</i>
<i>Missouri 1.6%</i>				
Boone County, MO, Hospital Revenue, Boone Hospital Center	5.375%	8/1/38	2,000,000	2,131,660 ^(a)
Kansas City, MO, IDA, Senior Living Facilities Revenue, Kansas City United Methodist Retirement Home Inc.	6.000%	11/15/51	300,000	280,548 ^(b)
<i>Total Missouri</i>				<i>2,412,208</i>
<i>New Jersey 10.1%</i>				
Casino Reinvestment Development Authority, NJ, Luxury Tax Revenue, AGM	5.000%	11/1/27	240,000	253,786
New Jersey State EDA Revenue	5.000%	6/15/29	500,000	521,800
New Jersey State EDA Revenue:				
Continental Airlines Inc. Project	5.250%	9/15/29	2,000,000	2,120,720 ^(e)
Private Activity-The Goethals Bridge Replacement Project	5.375%	1/1/43	1,000,000	1,066,180 ^(e)
Provident Group Rowan Properties LLC, Rowan University Housing Project	5.000%	1/1/48	500,000	503,280
School Facilities Construction, SIFMA	2.150%	3/1/28	2,500,000	2,300,175 ^(c)
New Jersey State Health Care Facilities Financing Authority Revenue, RWJ Barnabas Health Obligation Group	5.000%	7/1/43	300,000	317,535
New Jersey State Transportation Trust Fund Authority Revenue, Transportation Program, State Appropriations	5.000%	6/15/38	6,000,000	6,037,320
New Jersey State Turnpike Authority Revenue	1.230%	1/1/18	2,500,000	2,503,175 ^{(c)(d)}
<i>Total New Jersey</i>				<i>15,623,971</i>
<i>New York 26.8%</i>				
Brooklyn Arena, NY, Local Development Corp. Revenue, Barclays Center Project	6.250%	7/15/40	1,000,000	1,136,310 ^(a)
MTA Hudson Rail Yards Trust Obligations Revenue	5.000%	11/15/56	1,000,000	1,081,500
MTA, NY, Revenue	5.250%	11/15/40	1,000,000	1,115,820
MTA, NY, Revenue, Transportation	5.000%	11/15/25	1,000,000	1,135,010
Nassau County, NY, Industrial Development Agency, Continuing Care Retirement Community Revenue, Amsterdam At Harborside	2.000%	1/1/49	67,436	11,464
New York City, NY, Municipal Water Finance Authority, Water & Sewer System Revenue, Second General Resolution Fiscal 2011	5.000%	6/15/31	4,850,000	5,322,341
New York State Dormitory Authority Revenue:				
Court Facilities Lease, NYC Issue, Non-State Supported Debt, AMBAC	5.500%	5/15/30	3,365,000	4,110,146

See Notes to Financial Statements.

Table of Contents**Schedule of investments (cont d)**

November 30, 2016

Western Asset Municipal Partners Fund Inc.

Security	Rate	Maturity Date	Face Amount	Value
<i>New York continued</i>				
Non State Supported Debt, New School	5.000%	7/1/35	\$ 2,000,000	\$ 2,190,980
Non-State Supported Debt, Columbia University	5.000%	7/1/38	2,000,000	2,116,700
New York State Liberty Development Corp., Liberty Revenue:				
3 World Trade Center LLC Project	5.000%	11/15/44	490,000	496,395 ^(b)
4 World Trade Center LLC Project	5.750%	11/15/51	2,000,000	2,247,040
Second Priority, Bank of America Tower	5.125%	1/15/44	2,500,000	2,711,600
New York State Thruway Authority, Second General Highway & Bridge Trust Fund Revenue, AMBAC	5.000%	4/1/26	4,700,000	4,762,275 ^(a)
New York State Transportation Development Corp., Special Facilities Revenue:				
Laguardia Airport Terminal B Redevelopment Project	5.000%	7/1/41	2,250,000	2,292,502 ^(e)
Laguardia Airport Terminal B Redevelopment Project	5.000%	7/1/46	400,000	405,904 ^(e)
New York State Urban Development Corp. Revenue:				
State Personal Income Tax	5.000%	3/15/26		