

WESTERN ASSET/CLAYMORE INFLATION-LINKED SECURITIES & INCOME FUND

Form N-Q

May 20, 2016

**UNITED STATES**

**SECURITIES AND EXCHANGE COMMISSION**

**Washington, D.C. 20549**

**FORM N-Q**

**QUARTERLY SCHEDULE OF PORTFOLIO HOLDINGS OF REGISTERED**

**MANAGEMENT INVESTMENT COMPANIES**

Investment Company Act file number: **811-21403**

**Western Asset/Claymore Inflation-Linked Securities &  
Income Fund**

(Name of Fund)

**385 East Colorado Boulevard, Pasadena, CA 91101**

(Address of Principal Executive Offices)

**Robert I. Frenkel, Esq.**

**Legg Mason & Co., LLC**

**100 Stamford Place**

**Stamford, CT 06902**

(Name and address of agent for service)

Registrant's telephone number, including area code: 1-888-777-0102

Date of fiscal year end: **December 31**

Date of reporting period: **March 31, 2016**

**ITEM 1 SCHEDULE OF INVESTMENTS.**

**WESTERN ASSET / CLAYMORE INFLATION LINKED SECURITIES & INCOME FUND**

FORM N-Q

MARCH 31, 2016

## WESTERN ASSET/CLAYMORE INFLATION-LINKED SECURITIES &amp; INCOME FUND

## Schedule of investments (unaudited)

March 31, 2016

| SECURITY   | RATE   | MATURITY DATE | FACE AMOUNT | VALUE                     |
|--|--------|---------------|-------------|---------------------------|
| <b>U.S. TREASURY INFLATION PROTECTED SECURITIES - 115.2%</b> |        |               |             |                           |
| U.S. Treasury Bonds, Inflation Indexed                       | 2.000% | 1/15/26       | 489,376     | \$ 572,952                |
| U.S. Treasury Bonds, Inflation Indexed                       | 1.750% | 1/15/28       | 28,406,198  | 32,935,652                |
| U.S. Treasury Bonds, Inflation Indexed                       | 3.625% | 4/15/28       | 146,472     | 201,666                   |
| U.S. Treasury Bonds, Inflation Indexed                       | 2.500% | 1/15/29       | 1,004,112   | 1,260,997                 |
| U.S. Treasury Bonds, Inflation Indexed                       | 3.875% | 4/15/29       | 3,847,684   | 5,507,447                 |
| U.S. Treasury Bonds, Inflation Indexed                       | 2.125% | 2/15/41       | 3,342,762   | 4,302,325                 |
| U.S. Treasury Bonds, Inflation Indexed                       | 0.750% | 2/15/42       | 264,204     | 256,409                   |
| U.S. Treasury Bonds, Inflation Indexed                       | 0.625% | 2/15/43       | 1,545,615   | 1,450,826                 |
| U.S. Treasury Bonds, Inflation Indexed                       | 1.375% | 2/15/44       | 213,465     | 238,978                   |
| U.S. Treasury Bonds, Inflation Indexed                       | 0.750% | 2/15/45       | 9,004,058   | 8,711,309                 |
| U.S. Treasury Bonds, Inflation Indexed                       | 1.000% | 2/15/46       | 2,659,548   | 2,773,757                 |
| U.S. Treasury Notes, Inflation Indexed                       | 2.375% | 1/15/17       | 55,212,780  | 56,900,083 <sup>(d)</sup> |
| U.S. Treasury Notes, Inflation Indexed                       | 0.125% | 4/15/18       | 17,422,450  | 17,730,740                |
| U.S. Treasury Notes, Inflation Indexed                       | 1.375% | 7/15/18       | 1,098,610   | 1,159,076                 |
| U.S. Treasury Notes, Inflation Indexed                       | 2.125% | 1/15/19       | 408,265     | 440,741                   |
| U.S. Treasury Notes, Inflation Indexed                       | 0.125% | 4/15/19       | 7,077,210   | 7,229,908                 |
| U.S. Treasury Notes, Inflation Indexed                       | 1.375% | 1/15/20       | 8,764,240   | 9,382,417                 |
| U.S. Treasury Notes, Inflation Indexed                       | 0.125% | 4/15/20       | 25,472,843  | 26,006,856 <sup>(d)</sup> |
| U.S. Treasury Notes, Inflation Indexed                       | 1.250% | 7/15/20       | 23,607,254  | 25,377,185 <sup>(d)</sup> |
| U.S. Treasury Notes, Inflation Indexed                       | 1.125% | 1/15/21       | 39,582,554  | 42,300,252 <sup>(d)</sup> |
| U.S. Treasury Notes, Inflation Indexed                       | 0.625% | 7/15/21       | 13,780,052  | 14,463,129 <sup>(d)</sup> |
| U.S. Treasury Notes, Inflation Indexed                       | 0.125% | 1/15/22       | 17,877,465  | 18,141,211                |
| U.S. Treasury Notes, Inflation Indexed                       | 0.125% | 7/15/22       | 10,250,291  | 10,428,072 <sup>(d)</sup> |
| U.S. Treasury Notes, Inflation Indexed                       | 0.125% | 1/15/23       | 24,837,670  | 25,041,413 <sup>(d)</sup> |
| U.S. Treasury Notes, Inflation Indexed                       | 0.375% | 7/15/23       | 4,438,393   | 4,571,602                 |
| U.S. Treasury Notes, Inflation Indexed                       | 0.625% | 1/15/24       | 14,027,523  | 14,605,794                |
| U.S. Treasury Notes, Inflation Indexed                       | 0.125% | 7/15/24       | 1,137,401   | 1,141,311                 |
| U.S. Treasury Notes, Inflation Indexed                       | 0.250% | 1/15/25       | 3,890,817   | 3,923,593                 |
| U.S. Treasury Notes, Inflation Indexed                       | 0.375% | 7/15/25       | 5,993,940   | 6,124,824                 |
| U.S. Treasury Notes, Inflation Indexed                       | 0.625% | 1/15/26       | 81,396,713  | 85,094,566                |

**TOTAL U.S. TREASURY INFLATION PROTECTED SECURITIES**

(Cost - \$419,151,324)

428,275,091

**ASSET-BACKED SECURITIES - 9.0%**

|   |        |          |           |                          |
|---|--------|----------|-----------|--------------------------|
| Amerquest Mortgage Securities Inc., 2005-R10 M5       | 1.066% | 1/25/36  | 9,650,000 | 5,471,293 <sup>(a)</sup> |
| Carrington Mortgage Loan Trust, 2006-OPT1 M2          | 0.796% | 2/25/36  | 6,310,000 | 3,612,881 <sup>(a)</sup> |
| Conseco Financial Corp., 1997-8 A                     | 6.780% | 10/15/27 | 1,417,585 | 1,475,466                |
| Countrywide Home Equity Loan Trust, 2005-C 2A         | 0.616% | 7/15/35  | 1,411,779 | 1,239,995 <sup>(a)</sup> |
| DRB Prime Student Loan Trust, 2015-D A2               | 3.200% | 1/25/40  | 5,013,581 | 4,969,837 <sup>(b)</sup> |
| EMC Mortgage Loan Trust, 2004-C A1                    | 0.977% | 3/25/31  | 4,404     | 4,374 <sup>(a)(b)</sup>  |
| Nelnet Student Loan Trust, 2004-4 A5                  | 0.779% | 1/25/37  | 463,092   | 440,872 <sup>(a)</sup>   |
| Nelnet Student Loan Trust, 2008-3 A4                  | 2.279% | 11/25/24 | 910,000   | 911,838 <sup>(a)</sup>   |
| Residential Asset Mortgage Products Inc., 2006-RS4 M1 | 0.786% | 7/25/36  | 6,280,000 | 3,761,073 <sup>(a)</sup> |
| Saxon Asset Securities Trust, 2004-2 MV1              | 1.306% | 8/25/35  | 2,432,266 | 1,962,685 <sup>(a)</sup> |
| SLC Student Loan Trust, 2008-1 A4A                    | 2.234% | 12/15/32 | 1,240,903 | 1,239,173 <sup>(a)</sup> |
| SLM Student Loan Trust, 2006-3 A5                     | 0.719% | 1/25/21  | 763,000   | 732,239 <sup>(a)</sup>   |
| SLM Student Loan Trust, 2007-2 A3                     | 0.659% | 1/25/19  | 1,084,275 | 1,073,001 <sup>(a)</sup> |

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|  |        |          |           |                          |
|--|--------|----------|-----------|--------------------------|
| SLM Student Loan Trust, 2008-5 A4              | 2.319% | 7/25/23  | 920,000   | 923,480 <sup>(a)</sup>   |
| Social Professional Loan Program LLC, 2015-D B | 3.590% | 10/26/37 | 1,850,000 | 1,783,145 <sup>(b)</sup> |
| Soundview Home Equity Loan Trust, 2005-OPT4 M1 | 0.896% | 12/25/35 | 7,120,000 | 3,900,155 <sup>(a)</sup> |

**TOTAL ASSET-BACKED SECURITIES**

(Cost - \$33,570,617)

33,501,507

**See Notes to Schedule of Investments.**

## WESTERN ASSET/CLAYMORE INFLATION-LINKED SECURITIES &amp; INCOME FUND

Schedule of investments (unaudited) (cont d)

March 31, 2016

| SECURITY   | RATE   | MATURITY DATE | FACE AMOUNT | VALUE                       |
|--|--------|---------------|-------------|-----------------------------|
| <b>COLLATERALIZED MORTGAGE OBLIGATIONS - 6.2%</b>  |        |               |             |                             |
| Banc of America Mortgage Securities Inc., 2003-D   | 2.729% | 5/25/33       | 23,501      | \$ 23,276 <sup>(a)</sup>    |
| Bear Stearns Adjustable Rate Mortgage Trust, 2004-9 24A1   | 3.217% | 11/25/34      | 46,405      | 45,018 <sup>(a)</sup>       |
| Chase Mortgage Finance Corp., 2007-A1 2A3  | 2.655% | 2/25/37       | 15,596      | 15,520 <sup>(a)</sup>       |
| Countrywide Alternative Loan Trust, 2004-J1 1A1  | 6.000% | 2/25/34       | 3,333       | 3,374                       |
| Federal Home Loan Mortgage Corp. (FHLMC), 4013 AI, IO  | 4.000% | 2/15/39       | 3,954,683   | 423,626                     |
| Federal Home Loan Mortgage Corp. (FHLMC), 4057 UI, IO  | 3.000% | 5/15/27       | 1,879,846   | 188,185                     |
| Federal Home Loan Mortgage Corp. (FHLMC), 4085, IO   | 3.000% | 6/15/27       | 5,630,498   | 534,220                     |
| Federal Home Loan Mortgage Corp. (FHLMC), Multi-Family Structured Pass-Through Certificates, K721 X1, IO | 0.343% | 8/25/22       | 132,322,160 | 2,503,641 <sup>(a)</sup>    |
| Federal National Mortgage Association (FNMA), 2014-M8 SA, IO   | 4.866% | 5/25/18       | 35,129,961  | 1,361,286 <sup>(a)</sup>    |
| Government National Mortgage Association (GNMA), 2011-142 IO, IO   | 0.837% | 9/16/46       | 9,467,522   | 354,411 <sup>(a)</sup>      |
| Government National Mortgage Association (GNMA), 2012-044 IO, IO   | 0.687% | 3/16/49       | 1,912,109   | 74,417 <sup>(a)</sup>       |
| Government National Mortgage Association (GNMA), 2012-112 IO, IO   | 0.364% | 2/16/53       | 2,463,864   | 89,297 <sup>(a)</sup>       |
| Government National Mortgage Association (GNMA), 2012-152 IO, IO   | 0.757% | 1/16/54       | 7,611,786   | 441,131 <sup>(a)</sup>      |
| Government National Mortgage Association (GNMA), 2013-145 IO, IO   | 1.070% | 9/16/44       | 3,445,071   | 217,703 <sup>(a)</sup>      |
| Government National Mortgage Association (GNMA), 2014-047 IA, IO   | 1.192% | 2/16/48       | 1,591,718   | 100,447 <sup>(a)</sup>      |
| Government National Mortgage Association (GNMA), 2014-050 IO, IO   | 0.951% | 9/16/55       | 3,166,980   | 200,781 <sup>(a)</sup>      |
| Government National Mortgage Association (GNMA), 2014-169 IO, IO   | 1.069% | 10/16/56      | 20,749,117  | 1,509,156 <sup>(a)</sup>    |
| Government National Mortgage Association (GNMA), 2015-073 IO, IO   | 0.894% | 11/16/55      | 4,403,057   | 301,997 <sup>(a)</sup>      |
| Government National Mortgage Association (GNMA), 2015-101 IO, IO   | 1.014% | 3/16/52       | 32,484,887  | 2,506,284 <sup>(a)</sup>    |
| Government National Mortgage Association (GNMA), 2015-183 IO   | 1.012% | 9/16/57       | 29,377,554  | 2,559,663 <sup>(a)</sup>    |
| GSR Mortgage Loan Trust, 2004-11 1A1   | 2.798% | 9/25/34       | 160,902     | 151,154 <sup>(a)</sup>      |
| Homebanc Mortgage Trust, 2005-4 M1   | 0.906% | 10/25/35      | 5,800,000   | 3,800,443 <sup>(a)</sup>    |
| JPMorgan Mortgage Trust, 2004-A1 1A1   | 2.114% | 2/25/34       | 4,874       | 4,811 <sup>(a)</sup>        |
| JPMorgan Mortgage Trust, 2006-A2 5A1   | 2.681% | 11/25/33      | 5,797       | 5,809 <sup>(a)</sup>        |
| Merrill Lynch Mortgage Investors Trust, 2003-H A3A   | 2.038% | 1/25/29       | 2,971       | 2,918 <sup>(a)</sup>        |
| Merrill Lynch Mortgage Investors Trust, 2004-A1 2A1  | 2.665% | 2/25/34       | 15,842      | 15,836 <sup>(a)</sup>       |
| Morgan Stanley Bank of America Merrill Lynch Trust, 2015-C20 D   | 3.071% | 2/15/48       | 2,970,000   | 2,011,532 <sup>(b)</sup>    |
| Morgan Stanley Bank of America Merrill Lynch Trust, 2015-C22 D   | 4.243% | 4/15/48       | 2,600,000   | 2,002,986 <sup>(a)(b)</sup> |
| Mortgage IT Trust, 2005-1 2M1  | 1.678% | 2/25/35       | 1,337,583   | 1,224,343 <sup>(a)</sup>    |
| Residential Asset Mortgage Products Inc., 2004-SL2 A4  | 8.500% | 10/25/31      | 10,525      | 11,625                      |
| Residential Asset Mortgage Products Inc., 2004-SL4 A5  | 7.500% | 7/25/32       | 75,217      | 68,538                      |
| Sequoia Mortgage Trust, 2003-8 A1  | 1.072% | 1/20/34       | 14,754      | 13,947 <sup>(a)</sup>       |
| Washington Mutual Inc., Mortgage Pass-Through Certificates, 2003-AR8 A                                   | 2.478% | 8/25/33       | 13,584      | 13,795 <sup>(a)</sup>       |
| Washington Mutual Inc., Mortgage Pass-Through Certificates, 2007-HY1 1A1                                 | 2.381% | 2/25/37       | 161,477     | 139,385 <sup>(a)</sup>      |
| Washington Mutual Inc., MSC Pass-Through Certificates, 2004-RA1 2A                                       | 7.000% | 3/25/34       | 14,388      | 15,015                      |

**TOTAL COLLATERALIZED MORTGAGE OBLIGATIONS**

(Cost - \$23,220,431)

22,935,570

See Notes to Schedule of Investments.



## WESTERN ASSET/CLAYMORE INFLATION-LINKED SECURITIES &amp; INCOME FUND

Schedule of investments (unaudited) (cont d)

March 31, 2016

| SECURITY   | RATE   | MATURITY DATE          | FACE AMOUNT               | VALUE                       |
|--|--------|------------------------|---------------------------|-----------------------------|
| <b>CORPORATE BONDS &amp; NOTES - 6.6%</b>  |        |                        |                           |                             |
| <b>ENERGY - 3.1%</b>   |        |                        |                           |                             |
| <b>Oil, Gas &amp; Consumable Fuels - 3.1%</b>                                    |        |                        |                           |                             |
| Devon Energy Corp., Senior Notes   | 5.850% | 12/15/25               | 5,330,000                 | \$ 5,144,719                |
| QEP Resources Inc., Senior Notes   | 6.875% | 3/1/21                 | 3,000,000                 | 2,752,500                   |
| Targa Resources Partners LP/Targa Resources Partners Finance Corp., Senior Notes | 4.250% | 11/15/23               | 3,000,000                 | 2,632,500                   |
| Williams Cos. Inc., Senior Notes   | 5.750% | 6/24/44                | 1,340,000                 | 891,100                     |
| <b>TOTAL ENERGY</b>  |        |                        |                           | 11,420,819                  |
| <b>FINANCIALS - 0.6%</b>   |        |                        |                           |                             |
| <b>Banks - 0.6%</b>  |        |                        |                           |                             |
| Barclays Bank PLC, Subordinated Notes  | 7.625% | 11/21/22               | 2,160,000                 | 2,322,000                   |
| <b>MATERIALS - 2.9%</b>  |        |                        |                           |                             |
| <b>Metals &amp; Mining - 2.9%</b>  |        |                        |                           |                             |
| BHP Billiton Finance USA Ltd., Subordinated Notes                                | 6.750% | 10/19/75               | 5,380,000                 | 5,380,000 <sup>(a)(b)</sup> |
| Rio Tinto Finance USA Ltd., Senior Notes   | 3.750% | 6/15/25                | 5,700,000                 | 5,555,077                   |
| <b>TOTAL MATERIALS</b>   |        |                        |                           | 10,935,077                  |
| <b>TOTAL CORPORATE BONDS &amp; NOTES</b>   |        |                        |                           |                             |
| (Cost - \$23,843,954)  |        |                        |                           | 24,677,896                  |
| <b>NON-U.S. TREASURY INFLATION PROTECTED SECURITIES - 5.8%</b>                   |        |                        |                           |                             |
| <b>Germany - 5.8%</b>  |        |                        |                           |                             |
| Bundesrepublik Deutschland, Inflation Linked Bond                                | 0.100% | 4/15/26                | 15,549,597 <sup>EUR</sup> | 19,325,879 <sup>(c)</sup>   |
| Bundesrepublik Deutschland, Inflation Linked Bond                                | 0.100% | 4/15/46                | 1,570,644 <sup>EUR</sup>  | 2,084,030 <sup>(c)</sup>    |
| <b>TOTAL NON-U.S. TREASURY INFLATION PROTECTED SECURITIES</b>                    |        |                        |                           |                             |
| (Cost - \$20,081,727)  |        |                        |                           | 21,409,909                  |
| <b>INVESTMENTS IN UNDERLYING FUNDS - 2.8%</b>                                    |        |                        |                           |                             |
| PowerShares DB Commodity Index Tracking Fund                                     |        |                        |                           |                             |
| (Cost - \$10,491,058)  |        |                        | 785,900                   | 10,444,611*                 |
|  |        | <b>EXPIRATION DATE</b> | <b>CONTRACTS</b>          |                             |



**PURCHASED OPTIONS - 0.0%**

U.S. Treasury 05-Year Notes Futures, Put @ \$118.50

|                    |         |     |       |
|--------------------|---------|-----|-------|
| (Cost - \$160,641) | 4/22/16 | 750 | 5,859 |
|--------------------|---------|-----|-------|

**TOTAL INVESTMENTS BEFORE SHORT-TERM INVESTMENTS**

|                        |  |  |             |
|------------------------|--|--|-------------|
| (Cost - \$530,519,752) |  |  | 541,250,443 |
|------------------------|--|--|-------------|

**SHARES**

**SHORT-TERM INVESTMENTS - 4.9%**

State Street Institutional U.S. Government Money Market Fund,

Premier Class

|                       |        |            |            |
|-----------------------|--------|------------|------------|
| (Cost - \$18,125,618) | 0.225% | 18,125,618 | 18,125,618 |
|-----------------------|--------|------------|------------|

**TOTAL INVESTMENTS - 150.5%**

|   |  |  |               |
|---|--|--|---------------|
| (Cost - \$548,645,370#)                         |  |  | 559,376,061   |
| Liabilities in Excess of Other Assets - (50.5)% |  |  | (187,630,856) |

|                                  |  |  |                |
|----------------------------------|--|--|----------------|
| <b>TOTAL NET ASSETS - 100.0%</b> |  |  | \$ 371,745,205 |
|----------------------------------|--|--|----------------|

**See Notes to Schedule of Investments.**

**WESTERN ASSET/CLAYMORE INFLATION-LINKED SECURITIES & INCOME FUND**

Schedule of investments (unaudited) (cont d)

March 31, 2016

Face amount denominated in U.S. dollars, unless otherwise noted.

\* Non-income producing security.

(a) Variable rate security. Interest rate disclosed is as of the most recent information available.

(b) Security is exempt from registration under Rule 144A of the Securities Act of 1933. This security may be resold in transactions that are exempt from registration, normally to qualified institutional buyers. This security has been deemed liquid pursuant to guidelines approved by the Board of Trustees, unless otherwise noted.

(c) Security is exempt from registration under Regulation S of the Securities Act of 1933. Regulation S applies to securities offerings that are made outside of the United States and do not involve direct selling efforts in the United States. This security has been deemed liquid pursuant to guidelines approved by the Board of Trustees, unless otherwise noted.

(d) All or a portion of this security is held by the counterparty as collateral for open reverse repurchase agreements.

# Aggregate cost for federal income tax purposes is substantially the same.

Abbreviations used in this schedule:

EUR Euro  
IO Interest Only

**SCHEDULE OF WRITTEN OPTIONS**

| SECURITY                                   | EXPIRATION<br>DATE | STRIKE<br>PRICE | CONTRACTS | VALUE    |
|--|--------------------|-----------------|-----------|----------|
| U.S. Treasury 5-Year Notes Futures, Put    | 4/22/16            | \$ 118.00       | 375       | \$ 2,930 |
| U.S. Treasury 10-Year Notes Futures, Call  | 4/22/16            | 130.00          | 250       | 195,312  |
| U.S. Treasury Long-Term Bonds Futures, Put | 4/22/16            | 163.00          | 18        | 16,594   |

**TOTAL WRITTEN OPTIONS**

(Premiums received - \$176,113) \$ 214,836

This Schedule of Investments is unaudited and is intended to provide information about the Fund's portfolio holdings as of the date of the schedule. Other information regarding the Fund is available in the Fund's most recent annual or semi-annual shareholder report.

See Notes to Schedule of Investments.



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**Notes to Schedule of Investments (unaudited)****1. Organization and significant accounting policies**

Western Asset/Claymore Inflation-Linked Securities & Income Fund (the Fund) is registered under the Investment Company Act of 1940, as amended (1940 Act), as a diversified, closed-end management investment company. The Fund commenced operations on September 26, 2003.

The Fund's primary investment objective is to provide current income for its shareholders. Capital appreciation, when consistent with current income, is a secondary investment objective.

The following are significant accounting policies consistently followed by the Fund and are in conformity with U.S. generally accepted accounting principles (GAAP).

**(a) Investment valuation.** The valuations for fixed income securities (which may include, but are not limited to, corporate, government, municipal, mortgage-backed, collateralized mortgage obligations and asset-backed securities) and certain derivative instruments are typically the prices supplied by independent third party pricing services, which may use market prices or broker/dealer quotations or a variety of valuation techniques and methodologies. The independent third party pricing services use inputs that are observable such as issuer details, interest rates, yield curves, prepayment speeds, credit risks/spreads, default rates and quoted prices for similar securities. Short-term fixed income securities that will mature in 60 days or less are valued at amortized cost, unless it is determined that using this method would not reflect an investment's fair value. Investments in open-end funds are valued at the closing net asset value per share of each fund on the day of valuation. Futures contracts are valued daily at the settlement price established by the board of trade or exchange on which they are traded. Equity securities for which market quotations are available are valued at the last reported sales price or official closing price on the primary market or exchange on which they trade. When the Fund holds securities or other assets that are denominated in a foreign currency, the Fund will normally use the currency exchange rates as of 4:00 p.m. (Eastern Time). If independent third party pricing services are unable to supply prices for a portfolio investment, or if the prices supplied are deemed by the manager to be unreliable, the market price may be determined by the manager using quotations from one or more broker/dealers or at the transaction price if the security has recently been purchased and no value has yet been obtained from a pricing service or pricing broker. When reliable prices are not readily available, such as when the value of a security has been significantly affected by events after the close of the exchange or market on which the security is principally traded, but before the Fund calculates its net asset value, the Fund values these securities as determined in accordance with procedures approved by the Fund's Board of Trustees.

The Board of Trustees is responsible for the valuation process and has delegated the supervision of the daily valuation process to the Legg Mason North Atlantic Fund Valuation Committee (the Valuation Committee). The Valuation Committee, pursuant to the policies adopted by the Board of Trustees, is responsible for making fair value determinations, evaluating the effectiveness of the Fund's pricing policies, and reporting to the Board of Trustees. When determining the reliability of third party pricing information for investments owned by the Fund, the Valuation Committee, among other things, conducts due diligence reviews of pricing vendors, monitors the daily change in prices and reviews transactions among market participants.

The Valuation Committee will consider pricing methodologies it deems relevant and appropriate when making fair value determinations. Examples of possible methodologies include, but are not limited to, multiple of earnings; discount from market of a similar freely traded security; discounted cash-flow analysis; book value or a multiple thereof; risk premium/yield analysis; yield to maturity; and/or fundamental investment analysis. The Valuation Committee will also consider factors it deems relevant and appropriate in light of the facts and circumstances. Examples of possible factors include, but are not limited to, the type of security; the issuer's financial statements; the purchase price of the security; the discount from market value of unrestricted securities of the same class at the time of purchase; analysts' research and observations from financial institutions; information regarding any transactions or offers with respect to the security; the existence of merger proposals or tender offers affecting the security; the price and extent of public trading in similar securities of the issuer or comparable companies; and the existence of a shelf registration for restricted securities.

For each portfolio security that has been fair valued pursuant to the policies adopted by the Board of Trustees, the fair value price is compared against the last available and next available market quotations. The Valuation Committee reviews the results of such back testing monthly and fair valuation occurrences are reported to the Board of Trustees quarterly.

The Fund uses valuation techniques to measure fair value that are consistent with the market approach and/or income approach, depending on the type of security and the particular circumstance. The market approach uses prices and other relevant information generated by market transactions involving identical or comparable securities. The income approach uses valuation techniques to discount estimated future cash flows to present value.



**Notes to Schedule of Investments (unaudited) (continued)**

GAAP establishes a disclosure hierarchy that categorizes the inputs to valuation techniques used to value assets and liabilities at measurement date. These inputs are summarized in the three broad levels listed below:

Level 1 quoted prices in active markets for identical investments

Level 2 other significant observable inputs (including quoted prices for similar investments, interest rates, prepayment speeds, credit risk, etc.)

Level 3 significant unobservable inputs (including the Fund's own assumptions in determining the fair value of investments)  
The inputs or methodologies used to value securities are not necessarily an indication of the risk associated with investing in those securities.

The following is a summary of the inputs used in valuing the Fund's assets and liabilities carried at fair value:

| DESCRIPTION                                      | ASSETS                  |   |   | TOTAL          |
|--|-------------------------|---|---|----------------|
|  | QUOTED PRICES (LEVEL 1) | OTHER SIGNIFICANT OBSERVABLE INPUTS (LEVEL 2) | SIGNIFICANT UNOBSERVABLE INPUTS (LEVEL 3) |                |
| Long-Term Investments :                          |                         |   |   |                |
| U.S. Treasury Inflation Protected Securities     |                         | \$ 428,275,091                                |   | \$ 428,275,091 |
| Asset-Backed Securities                          |                         | 33,501,507                                    |   | 33,501,507     |
| Collateralized Mortgage Obligations              |                         | 22,935,570                                    |   | 22,935,570     |
| Corporate Bonds & Notes                          |                         | 24,677,896                                    |   | 24,677,896     |
| Non-U.S. Treasury Inflation Protected Securities |                         | 21,409,909                                    |   | 21,409,909     |
| Investments in Underlying Funds                  | \$ 10,444,611           |   |   | 10,444,611     |
| Purchased Options                                | 5,859                   |   |   | 5,859          |
| Total Long-Term Investments                      | \$ 10,450,470           | \$ 530,799,973                                |   | \$ 541,250,443 |
| Short-Term Investments                           | 18,125,618              |   |   | 18,125,618     |
| Total Investments                                | \$ 28,576,088           | \$ 530,799,973                                |   | \$ 559,376,061 |
| Other Financial Instruments:                     |                         |   |   |                |
| Futures Contracts                                | \$ 2,377,589            |   |   | \$ 2,377,589   |
| Forward Foreign Currency Contracts               |                         | \$ 1,208,758                                  |   | 1,208,758      |
| Total Other Financial Instruments                | \$ 2,377,589            | \$ 1,208,758                                  |   | \$ 3,586,347   |
| Total  | \$ 30,953,677           | \$ 532,008,731                                |   | \$ 562,962,408 |

| DESCRIPTION | LIABILITIES             |                                     |   | TOTAL |
|-------------|-------------------------|-------------------------------------|---|-------|
|             | QUOTED PRICES (LEVEL 1) | OTHER SIGNIFICANT OBSERVABLE INPUTS | SIGNIFICANT UNOBSERVABLE INPUTS (LEVEL 3) |       |

## (LEVEL 2)

|                                    |    |           |              |
|------------------------------------|----|-----------|--------------|
| Other Financial Instruments:       |    |           |              |
| Written Options                    | \$ | 214,836   | \$ 214,836   |
| Futures Contracts                  |    | 1,615,971 | 1,615,971    |
| Forward Foreign Currency Contracts | \$ | 2,321,782 | 2,321,782    |
| OTC Total Return Swaps             |    | 522,966   | 522,966      |
| Total                              | \$ | 1,830,807 | \$ 4,675,555 |

See Schedule of Investments for additional detailed categorizations.

Value includes any premium paid or received with respect to swap contracts.

**2. Investments**

At March 31, 2016, the aggregate gross unrealized appreciation and depreciation of investments for federal income tax purposes were substantially as follows:

|                               |               |
|-------------------------------|---------------|
| Gross unrealized appreciation | \$ 13,602,781 |
| Gross unrealized depreciation | (2,872,090)   |
| Net unrealized appreciation   | \$ 10,730,691 |

**Notes to Schedule of Investments (unaudited) (continued)**

At March 31, 2016, the Fund had the following open reverse repurchase agreements:

| Counterparty   | Rate  | Effective Date | Maturity Date | Face Amount of Reverse Repurchase Agreements | Asset Class of Collateral*                   | Collateral Value      |
|----------------|-------|----------------|---------------|--|--|-----------------------|
| Morgan Stanley | 0.70% | 1/15//2016     | 7/13/2016     | \$ 55,656,000                                | U.S. Treasury inflation protected securities | \$ 56,791,837         |
|                |       |                |               |  | Cash   | 720,853               |
| Morgan Stanley | 0.72% | 2/17/2016      | 8/17/2016     | 121,537,500                                  | U.S. Treasury inflation protected securities | 124,017,857           |
|                |       |                |               |  | Cash   | 1,574,147             |
|                |       |                |               | <b>\$ 177,193,500</b>                        |  | <b>\$ 183,104,694</b> |

\* Refer to the Schedule of Investments for positions held at the counterparty as collateral for reverse repurchase agreements.  
At March 31, 2016, the Fund had the following open futures contracts:

|  | Number of Contracts | Expiration Date | Basis Value    | Market Value   | Unrealized Appreciation (Depreciation) |
|--|---------------------|-----------------|----------------|----------------|--|
| <b>Contracts to Buy:</b>                                     |                     |                 |                |                |  |
| 90-Day Eurodollar  | 2,115               | 12/17           | \$ 520,987,253 | \$ 523,277,438 | \$ 2,290,185                           |
| U.S. Treasury 10-Year Notes                                  | 63                  | 6/16            | 8,127,205      | 8,214,609      | 87,404                                 |
|  |                     |                 |                |                | 2,377,589                              |
| <b>Contracts to Sell:</b>                                    |                     |                 |                |                |  |
| 90-Day Eurodollar  | 625                 | 12/16           | 154,818,281    | 154,960,938    | (142,657)                              |
| 90-Day Eurodollar  | 2,425               | 12/18           | 597,609,060    | 598,368,750    | (759,690)                              |
| U.S. Treasury 5-Year Notes                                   | 124                 | 6/16            | 14,941,597     | 15,024,344     | (82,747)                               |
| U.S. Treasury Long-Term Bonds                                | 299                 | 6/16            | 48,535,935     | 49,166,812     | (630,877)                              |
|  |                     |                 |                |                | (1,615,971)                            |
| <b>Net unrealized appreciation on open futures contracts</b> |                     |                 |                |                | <b>\$ 761,618</b>                      |

At March 31, 2016, the Fund had the following open forward foreign currency contracts:

| Currency Purchased | Currency Sold | Counterparty         | Settlement Date | Unrealized Appreciation (Depreciation) |
|--------------------|---------------|----------------------|-----------------|--|
| EUR 770,000        | USD 846,684   | Bank of America N.A. | 4/12/16         | \$ 29,717                              |
| INR 245,800,000    | USD 3,650,676 | Bank of America N.A. | 4/12/16         | 55,597                                 |
| TWD 301,120,000    | USD 9,371,927 | Bank of America N.A. | 4/12/16         | (15,289)                               |



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|     |             |     |             |                      |         |           |
|-----|-------------|-----|-------------|----------------------|---------|-----------|
| USD | 611,917     | MXN | 11,000,000  | Barclays Bank PLC    | 4/12/16 | (24,218)  |
| USD | 7,327,968   | NOK | 62,300,000  | Barclays Bank PLC    | 4/12/16 | (200,832) |
| USD | 3,638,214   | ZAR | 55,780,000  | Barclays Bank PLC    | 4/12/16 | (134,053) |
| CAD | 9,730,000   | USD | 7,497,534   | Citibank, N.A.       | 4/12/16 | (5,513)   |
| GBP | 2,572,698   | EUR | 3,280,000   | Citibank, N.A.       | 4/12/16 | (38,118)  |
| GBP | 43,192      | USD | 61,560      | Citibank, N.A.       | 4/12/16 | 477       |
| GBP | 9,700,000   | USD | 13,880,361  | Citibank, N.A.       | 4/12/16 | 51,590    |
| ILS | 24,951,719  | USD | 6,431,172   | Citibank, N.A.       | 4/12/16 | 212,025   |
| ILS | 21,320,000  | USD | 5,498,246   | Citibank, N.A.       | 4/12/16 | 178,035   |
| USD | 329,743     | CAD | 473,818     | Citibank, N.A.       | 4/12/16 | (35,093)  |
| USD | 6,939,064   | CAD | 9,260,000   | Citibank, N.A.       | 4/12/16 | (191,061) |
| USD | 14,298,125  | GBP | 9,900,000   | Citibank, N.A.       | 4/12/16 | 78,917    |
| USD | 6,351,198   | ILS | 24,900,000  | Citibank, N.A.       | 4/12/16 | (278,229) |
| USD | 9,224,077   | TWD | 301,120,000 | Citibank, N.A.       | 4/12/16 | (132,561) |
| NZD | 10,981,318  | USD | 7,282,590   | Bank of America N.A. | 5/13/16 | 292,155   |
| USD | 7,449,942   | NZD | 11,304,406  | Bank of America N.A. | 5/13/16 | (347,664) |
| AUD | 5,122,666   | USD | 3,649,812   | Citibank, N.A.       | 5/13/16 | 269,930   |
| EUR | 1,933       | USD | 2,167       | Citibank, N.A.       | 5/13/16 | 35        |
| EUR | 449,001     | USD | 504,044     | Citibank, N.A.       | 5/13/16 | 7,470     |
| JPY | 289,884,310 | USD | 2,550,499   | Citibank, N.A.       | 5/13/16 | 28,031    |
| USD | 3,560,375   | AUD | 5,117,135   | Citibank, N.A.       | 5/13/16 | (355,135) |
| USD | 11,857,105  | EUR | 10,493,292  | Citibank, N.A.       | 5/13/16 | (97,144)  |
| USD | 99,208      | EUR | 88,001      | Citibank, N.A.       | 5/13/16 | (1,044)   |
| USD | 189,633     | EUR | 169,001     | Citibank, N.A.       | 5/13/16 | (2,897)   |

**Notes to Schedule of Investments (unaudited) (continued)**

|       |           |     |               |                      |         |                |
|-------|-----------|-----|---------------|----------------------|---------|----------------|
| USD   | 36,840    | EUR | 33,001        | Citibank, N.A.       | 5/13/16 | (756)          |
| USD   | 9,295,866 | EUR | 8,465,163     | Citibank, N.A.       | 5/13/16 | (347,882)      |
| USD   | 1,129,622 | EUR | 995,569       | UBS AG               | 5/13/16 | (4,558)        |
| USD   | 9,371,927 | TWD | 301,120,000   | Bank of America N.A. | 7/14/16 | 4,779          |
| USD   | 5,520,809 | KRW | 6,454,930,000 | Citibank, N.A.       | 7/14/16 | (109,735)      |
| Total |           |     |               |                      |         | \$ (1,113,024) |

Abbreviations used in this table:

|     |                      |
|-----|----------------------|
| AUD | Australian Dollar    |
| CAD | Canadian Dollar      |
| EUR | Euro                 |
| GBP | British Pound        |
| ILS | Israeli Shekel       |
| INR | Indian Rupee         |
| JPY | Japanese Yen         |
| KRW | South Korean Won     |
| MXN | Mexican Peso         |
| NOK | Norwegian Krone      |
| NZD | New Zealand Dollar   |
| TWD | Taiwan Dollar        |
| USD | United States Dollar |
| ZAR | South African Rand   |

At March 31, 2016, the Fund had the following open swap contracts:

| SWAP COUNTERPARTY     | OTC TOTAL RETURN SWAPS |                     |   | PERIODIC                | PERIODIC | UPFRONT<br>PREMIUMS PAID<br>(RECEIVED) | UNREALIZED<br>DEPRECIATION |
|-----------------------|------------------------|---------------------|---|-------------------------|----------|--|----------------------------|
|                       | NOTIONAL<br>AMOUNT     | TERMINATION<br>DATE | PERIODIC<br>PAYMENTS<br>MADE BY<br>THE FUND | RECEIVED BY<br>THE FUND |          |  |                            |
| Barclays Capital Inc. | \$ 32,060,000          | 1/27/20             | 1.925%*                                     | CPURNSA*                |          | \$                                     | (262,519)                  |
| Barclays Capital Inc. | 32,060,000             | 1/28/20             | 1.955%*                                     | CPURNSA*                |          |  | (260,447)                  |
| Total                 | \$ 64,120,000          |                     |   |                         |          | \$                                     | (522,966)                  |

Percentage shown is an annual percentage rate.

Periodic payments made/received by the Fund are based on the total return of the referenced entity.

\* One time payment at termination date.



**ITEM 2 CONTROLS AND PROCEDURES**

- (a) The Registrant's principal executive and principal financial officers have concluded, based on their evaluation of the Registrant's disclosure controls and procedures (as defined in Rule 30a-3(c) under the Investment Company Act of 1940) as of a date within 90 days of the filing date of this report, that the Registrant's disclosure controls and procedures are effective, and that the disclosure controls and procedures are reasonably designed to ensure (1) that information required to be disclosed by the Registrant on Form N-Q is recorded, processed, summarized and reported within the required time periods and (2) that information required to be disclosed by the Registrant in the reports that it files or submits on Form N-Q is accumulated and communicated to the Registrant's management, including its principal executive and principal financial officers, as appropriate to allow timely decisions regarding required disclosure.
  
- (b) There were 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) during the Registrant's last fiscal quarter that have materially affected, or are reasonably likely to materially affect, the internal control over financial reporting.

**ITEM 3 EXHIBITS**

Certifications as required by Rule 30a-2(a) under the Investment Company Act of 1940 are attached hereto.

**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.

Western Asset/Claymore Inflation-Linked Securities & Income Fund

By:                   /s/ JANE TRUST  
                          **Jane Trust**  
                          **Trustee and President**

Date: May 20, 2016

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/ JANE TRUST  
                          **Jane Trust**  
                          **Trustee and President**

Date: May 20, 2016

By:                   /s/ RICHARD F. SENNETT  
                          **Richard F. Sennett**  
                          **Principal Financial Officer**

Date: May 20, 2016