

NEW AMERICA HIGH INCOME FUND INC  
Form N-CSR  
March 03, 2017

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, 2016

Date of reporting period: July 1, 2016 to December 31, 2016

Item 1. Report to Stockholders

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February 17, 2017

**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, 2016. The Fund's net asset value (the "NAV") was \$9.89 as of December 30th. The market price for the Fund's shares ended the period at \$9.26, representing a market price discount of 6.4%. During the period the Fund paid dividends totaling \$.7575 per share, including a special dividend of \$.0975 per share. The annualized dividend yield for a share of common stock purchased on December 31, 2015 at the market price of \$7.66 was 9.89%.

As of December 31st, the Fund had outstanding borrowings of \$91 million through its credit facility (the "Facility") with the Bank of Nova Scotia. Throughout 2016 the amount borrowed through the Facility ranged from \$76 million to \$91 million depending upon the investment advisor's assessment of high yield market investment opportunities. Amounts borrowed under the Facility bear interest at an adjustable rate based on a margin above LIBOR. The interest rate on the Facility at the end of the period was approximately 1.66%. The rate the Fund is paying on the Facility is higher than it has been, due to an increase in LIBOR following the December increase in the Federal Funds rate. However, the rate still offered an attractive spread relative to the 6.94% market value-weighted average current yield on the Fund's portfolio on December 31st. The Fund's leverage contributed to approximately 23% of the common stock dividends paid in 2016.

Interest rate risk is one of the risks faced by bond investors. However, bonds react differently to changing rates. Duration is a measure of the sensitivity of a bond's price to a change in rates. Duration takes into account a bond's maturity and coupon the shorter the maturity and the higher the coupon, the shorter the duration. A bond with a short duration is less sensitive to changes in interest rates than a bond with a long duration. Relative to investment grade bonds of comparable maturities, high yield bonds have lower durations, resulting in less price volatility in changing interest-rate environments, although high yield bonds are more sensitive to credit risk, resulting in greater price volatility in changing economic conditions.

We remind our shareholders that there is no certainty that the dividend will remain at the current level. The dividend can be affected by portfolio results, the cost and amount of leverage, market conditions, how fully invested the portfolio is and operating expenses, among other factors. Leverage magnifies the effect of price movements on the Fund's net asset value per share. The Fund's leverage increases the Fund's total return in periods of positive high yield market performance. Of course, the opposite is true in an unfavorable high yield market.

	<b>Total Returns for the Periods Ending</b>	
	<b>December 31, 2016</b>	
	<b>1 Year</b>	<b>3 Years Cumulative</b>
New America High Income Fund (Stock Price and Dividends)*	31.68%	25.47%
New America High Income Fund (NAV and Dividends)*	21.87%	22.23%
Credit Suisse High Yield Index	18.37%	14.78%

Sources: Credit Suisse and 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 is an unmanaged index. Unlike the Fund, the index has no trading activity, expenses or leverage.

\* Returns are historical and are calculated by determining the percentage change in net asset value or market value, as the case may be, with all distributions reinvested. Distributions are assumed to be reinvested at prices obtained under the Fund's dividend reinvestment plan. 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.

*Commentary by T. Rowe Price Associates, Inc.*  
*Market Review*

High yield bonds closed out 2016 with impressive gains in excess of 18%, including a 2% return in the fourth quarter, as measured by The Credit Suisse High Yield Index (the "Index"). The high yield market performed well throughout the 12-month period ended December 31, 2016, with January and November being the only months of market declines during the year. Much of the fourth quarter market activity was dominated by concerns related to the U.S. election. Volatility plagued the market immediately before the election and, following Donald Trump's victory, the equity markets rallied as investors reexamined prospects for corporate earnings, economic growth, taxes, and inflation. U.S. Treasury yields rose sharply across all maturities in anticipation of stimulative fiscal policies such as lower tax rates and increased infrastructure spending under the incoming administration. In December, in a widely-anticipated move, the Federal Reserve announced an increase in the federal funds target rate range of 25 basis points, marking only the second rate increase since the global financial crisis.

Lower quality high yield bonds, including distressed and defaulted securities, outperformed higher quality high yield bonds throughout the year. The degree to which lower quality bonds drove market gains was unexpected. For example, BB-rated bonds gained 11% in 2016, compared to returns in excess of 30% for CCC-rated issues and returns in excess of 78.5% for defaulted bonds. Because of the lower yields and longer duration profile of BB-rated bonds, this segment of the high yield market declined in November when U.S. Treasuries sold off. In combination with the lower quality rally, bonds of metals and mining issuers, followed by energy issuers, outperformed all other industry segments throughout the year. Following major declines the prior two years, these sectors had the most to gain and traded higher from distressed levels commensurate with a rally in commodity prices. Specifically, WTI crude oil, which ended 2015 at \$37 per barrel, rose to \$48 in September. Uncertainty surrounding the November OPEC meeting caused oil price volatility for most of that month, but OPEC leaders emerged with a formal agreement to cut production that exceeded expectations. The price of oil rallied further, to end the year at \$54 per barrel equating to a return of 45% for 2016. Measured by the Index, yield spreads tightened 95 basis points during the fourth quarter to end the year at 472 basis points over U.S. Treasuries, tighter by 275 basis points from one year earlier. The yield-to-worst on the Index ended 2016 at 6.47%, levels not achieved since 2014.

The high yield market benefited from a favorable technical backdrop. Gross new issue volume fell to \$286 billion in 2016 compared to \$293 billion the prior year. Unlike 2015, the majority of the new issue proceeds was used to refinance existing debt, resulting in net new issuance considerably lower than the gross amount of issuance. Energy issuers tapped the market in the latter half of the year as the oil price rally took hold. Energy companies accounted for 63% of December new issue activity. Mutual fund investors also provided support for the high yield market, as 2016 saw net inflows to mutual funds compared to net redemptions in the prior three years.

Default activity was concentrated in commodity-related sectors. In 2016, 62 companies defaulted on nearly \$60 billion in debt, ranking as the fifth highest annual total on record. Energy and metals and mining companies accounted for 81% of total default volume. The majority of bankruptcies occurred in the first quarter with volume trending lower each subsequent period based on the improvement in commodity prices. The Index's 12-month par-weighted default rate ended the year at 3.3%, a decline from 4.0% the previous quarter and slightly lower than 3.4% in 2015.

### *Strategy Review*

The dynamic market environment throughout 2016 gave active managers opportunities to reposition portfolios to take advantage of changing conditions. In response to the improving commodity backdrop, we increased the portfolio's energy allocation to 17% of total investments compared with 10.4% a year ago. Early in the year, we took advantage of opportunities to purchase fallen angels (investment-grade corporate bonds downgraded to high yield status) and relatively higher quality high yield energy bonds, making selective purchases well below par to increase exposure to the sector. Late in the third quarter we locked in gains by selling low-yielding, high dollar price, unsecured bonds in certain exploration and production credits. Additionally, at the beginning of the fourth quarter we purchased several short-dated bonds in offshore driller credits, such as Rowan, EnSCO and Noble. This broader rotation during the end of the third quarter and beginning of the fourth quarter reduced duration, migrated up the capital structure and also allowed for greater price appreciation in the event of an OPEC production cut and higher oil prices in the fourth quarter. Our analysts believe the OPEC cuts will be challenging to actually implement, but that a slight overweight relative to the Index in the energy sector is warranted in the near-term. The portfolio's energy sector allocation returned 30% for the year including a 4% plus gain in the final quarter. However, relative to the Index returns of 40% for the full year and 7.5% over the last quarter, our investment strategy underperformed by not owning a number of lower-quality and distressed credits that generated significant returns.

Metals and mining credits outperformed all other high yield industries this year. Similar to our energy positioning, the investment team has increased exposure to this sector, more than doubling the allocation since December of 2015 to approximately 6% of total investments today.

### *Outlook*

Given the asset class' relatively short duration profile, high yield bonds appear to be well positioned should the economy continue to improve and if interest rates rise gradually. The considerable support of investors' demand for income may help drive future gains, particularly within the context of low and even negative yields in many developed countries. However, it must be noted that the extended economic and credit cycle continues to age.

We believe energy and metals issuers will continue to dominate bankruptcy activity. However, an uptick in oil prices has extended the life of many of these troubled companies and the peak in default rates is likely behind us. These sectors also enjoyed a considerable run in 2016, contributing to outperformance in the overall high yield market for 2016. Gains over 17% for the year were somewhat surprising and perhaps overdone considering the number of macro-related developments that transpired. Upcoming global elections in 2017 alongside central bank policies across critical markets worldwide bring a considerable level of uncertainty, but, for now, confidence in high yield corporate bonds appears to be strong.

As always, we aim to deliver high current income while seeking to contain volatility inherent in the high yield bond market. Our team maintains a commitment to credit research and risk-conscious investing that has led to favorable returns for our high yield clients over various market cycles.

Sincerely,

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

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

*Past performance is no guarantee of future results. 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, 2016</b>	<b>As a Percent of Total Investments*</b>
Energy	17.01%
Cable Operators	11.44%
Financial	7.41%
Metals & Mining	6.49%
Health Care	6.05%
Services	5.52%
Wireless Communications	4.94%
Information Technology	4.20%
Gaming	4.04%
Broadcasting	2.89%
Utilities	2.78%
Other Telecommunications	2.64%
Container	2.46%
Retail	2.15%
Chemicals	2.07%
Manufacturing	2.02%
Satellites	1.89%
Aerospace & Defense	1.83%
Consumer Products	1.54%
Building & Real Estate	1.35%
Supermarkets	1.33%
Building Products	1.20%
Automotive	1.13%
Restaurants	0.95%
Entertainment & Leisure	0.94%
Forest Products	0.91%
Food/Tobacco	0.79%
Lodging	0.71%
Airlines	0.63%
Publishing	0.37%
Transportation	0.24%
Real Estate Investment Trust Securities	0.08%
<b>Total Investments</b>	<b>100.00%</b>

\* Percentages do not match the industry percentages in the Schedule of Investments because due to the Fund's leverage total investments exceed net assets by 1.37 times.

<b>Moody's Investors Service Ratings (1) December 31, 2016 (Unaudited)</b>	<b>As a Percent of Total Investments</b>
Baa3	0.86%
Total Baa	
Ba1	6.14%
Ba2	5.25%
Ba3	11.86%
Total Ba	23.25%
B1	17.35%
B2	13.70%



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B3	18.81%
Total B	49.86%
Caa1	15.18%
Caa2	5.03%
Caa3	1.22%
Total Caa	21.43%
C	0.02%
Unrated	2.63%
Equity	1.95%
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, 2016 (Dollar Amounts in Thousands)

Principal Amount/Units		Moody's Rating (Unaudited)	Value (Note 1)
<b>CORPORATE DEBT SECURITIES 134.03% (d)(f)</b>			
<b>Aerospace &amp; Defense 2.50%</b>			
\$ 3,075	Bombardier, Inc., Senior Notes, 8.75%, 12/1/21 (g)	B3	\$ 3,252
425	Huntington Ingalls Industries, Senior Notes, 5%, 11/15/25 (g)	Ba2	442
900	Standard Aero Aviation Holdings Inc., Senior Notes, 10%, 07/15/23 (g)	Caa2	945
450	Transdigm, Inc., Senior Subordinated Notes, 6.375%, 06/15/26 (g)	B3	462
350	Transdigm, Inc., Senior Subordinated Notes, 6.50%, 07/15/24	B3	366
300	Transdigm, Inc., Senior Subordinated Notes, 6.50%, 05/15/25	B3	314
			5,781
<b>Airlines .86%</b>			
1,100	American Airlines Group, Senior Notes, 5.50%, 10/01/19 (g)	B1	1,147
116	American Airlines Group, Senior Notes, 5.625%, 01/15/21 (g)	(e)	121
118	United Airlines, Senior Notes, 4.625%, 03/03/24	(e)	120
575	United Continental Holdings, Inc., Senior Notes, 6.375%, 06/01/18	B1	599
			1,987
<b>Automotive 1.56%</b>			
325	Allison Transmission, Inc., Senior Notes,	Ba3	328

Principal Amount/Units		Moody's Rating (Unaudited)	Value (Note 1)
	5%, 10/01/24 (g)		
350	Group 1 Automotive, Inc., Senior Notes, 5%, 06/01/22	Ba2	346
275	Group 1 Automotive, Inc., Senior Notes, 5.25%, 12/15/23 (g)	Ba2	272
825	MPG Holdco Inc., Senior Notes, 7.375%, 10/15/22	B3	860
\$ 400	Penske Auto Group, Inc., Senior Subordinated Notes, 5.75%, 10/01/22	B1	\$ 412
525	Sonic Automotive, Inc., Senior Subordinated Notes, 5%, 05/15/23	B2	511
100	Sonic Automotive, Inc., Senior Subordinated Notes, 7%, 07/15/22	B2	104
725	TI Group Auto Systems, L.L.C., Senior Notes, 8.75%, 07/15/23 (g)	Caa1	761
			3,594
<b>Broadcasting</b>	<b>3.96%</b>		
1,075	AMC Networks, Inc., Senior Notes, 4.75%, 12/15/22	Ba3	1,083
600	Clear Channel Worldwide Holdings, Inc., Senior Notes, 6.50%, 11/15/22	B2	615
375	iHeart Communications, Inc., Senior Notes, 9%, 12/15/19	Caa1	307
450	Lamar Media Corporation, Senior Subordinated Notes, 5.875%, 02/01/22	Ba3	462
475	Lin Television Corporation, Senior Notes, 5.875%, 11/15/22	B3	483
925	MDC Partners, Inc., Senior Notes,	B3	833

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	6.50%, 05/01/24 (g)		
	Nexstar Broadcasting, Inc.,		
	Senior Notes,		
650	5.625%, 08/01/24 (g)	B3	644
	Outfront Media Capital LLC,		
	Senior Notes,		
725	5.25%, 02/15/22	B1	753
	Outfront Media Capital LLC,		
	Senior Notes,		
250	5.625%, 02/15/24	B1	260
	Sinclair Television Group, Inc.,		
	Senior Notes,		
250	5.875%, 03/15/26 (g)	B1	250
	Sirius XM Radio, Inc.,		
	Senior Notes,		
800	6%, 07/15/24 (g)	Ba3	837

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

## The New America High Income Fund, Inc.

**Schedule of Investments December 31, 2016 Continued** (Dollar Amounts in Thousands)

Principal Amount/Units		Moody's Rating (Unaudited)	Value (Note 1)
<b>CORPORATE DEBT SECURITIES continued</b>			
\$ 700	Townsquare Media, Inc., Senior Notes, 6.50%, 04/01/23 (g)	B3	\$ 669
825	Tribune Media Company, Senior Notes, 5.875%, 07/15/22	B3	837
550	Univision Communications, Inc., Senior Notes, 5.125%, 02/15/25 (g)	B2	525
500	Univision Communications, Inc., Senior Notes, 5.125%, 05/15/23 (g)	B2	490
100	Univision Communications, Inc., Senior Notes, 6.75%, 09/15/22 (g)	B2	105
			9,153
<b>Building &amp; Real Estate 1.70%</b>			
525	Greystar Real Estate Partners, LLC, Senior Notes, 8.25%, 12/01/22 (g)	B2	568
750	Howard Hughes Corporation, Senior Notes, 6.875%, 10/01/21 (g)	Ba3	790
325	Ladder Capital Finance Holdings LLLP, Senior Notes, 5.875%, 08/01/21 (g)	Ba3	309
350	Shea Homes Limited Partnership, Senior Notes, 5.875%, 04/01/23 (g)	B2	341
425	Taylor Morrison Communities, Inc., Senior Notes, 5.875%, 04/15/23 (g)	B2	431
675	William Lyon Homes, Inc., Senior Notes,	B3	699

Principal Amount/Units		Moody's Rating (Unaudited)	Value (Note 1)
	7%, 08/15/22		
750	William Lyon Homes, Inc., Senior Notes, 8.50%, 11/15/20	B3	784
			3,922
<b>Building Products 1.65%</b>			
250	ABC Supply Company, Inc., Senior Notes, 5.75%, 12/15/23 (g)	B3	258
\$ 700	Cemex Finance LLC, Senior Notes, 7.75%, 04/16/26 (g)	(e)	\$ 774
550	LSF9 Balta Issuer, S.A., Senior Notes, 7.75%, 09/15/22 (EUR)	B2	637
275	Masonite International Corporation, Senior Notes, 5.625%, 03/15/23 (g)	B1	284
750	Reliance Intermediate Holdings L.P., Senior Notes, 6.50%, 04/01/23 (g)	B1	788
750	RSI Home Products, Inc., Senior Notes, 6.50%, 03/15/23 (g)	B1	788
275	Springs Industries, Inc., Senior Notes, 6.25%, 06/01/21	B2	285
			3,814
<b>Cable Operators 15.49%</b>			
375	Altice Financing S.A., Senior Notes, 6.625%, 02/15/23 (g)	B1	386
975	Altice Financing S.A., Senior Notes, 7.50%, 05/15/26 (g)	B1	1,009
2,100	Altice Financing S.A., Senior Notes, 8.125%, 01/15/24 (g)	B3	2,174
1,825	Altice Luxembourg S.A., Senior Notes, 7.625%, 02/15/25 (g)	B3	1,912
2,175	Altice Luxembourg S.A., Senior Notes, 7.75%, 05/15/22 (g)	B3	2,322
300		B1	309

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	Cable One, Inc., Senior Notes, 5.75%, 06/15/22 (g)		
575	CCO Holdings, LLC, Senior Notes, 5.50%, 05/01/26 (g)	B1	587
425	CCO Holdings, LLC, Senior Notes, 5.75%, 09/01/23	B1	444
925	CCO Holdings, LLC, Senior Notes, 5.75%, 01/15/24	B1	971
1,325	CCO Holdings, LLC, Senior Notes, 5.875%, 04/01/24 (g)	B1	1,414
700	CCO Holdings, LLC, Senior Notes, 6.625%, 01/31/22	B1	726
500	Cequel Communications Holdings I, LLC, Senior Notes, 5.125%, 12/15/21 (g)	Caa1	506

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



## The New America High Income Fund, Inc.

**Schedule of Investments**    **December 31, 2016**    **Continued** (Dollar Amounts in Thousands)

Principal Amount/Units		Moody's Rating (Unaudited)	Value (Note 1)
<b>CORPORATE DEBT SECURITIES</b> <b>continued</b>			
\$ 2,275	Cequel Communications Holdings I, LLC, Senior Notes, 6.375%, 09/15/20 (g)	Caa1	\$ 2,343
1,000	Cequel Communications Holdings I, LLC, Senior Notes, 7.75%, 07/15/25 (g)	Caa1	1,106
800	CSC Holdings, LLC, Senior Notes, 6.625%, 10/15/25 (g)	Ba1	872
4,550	CSC Holdings, LLC, Senior Notes, 10.125%, 01/15/23 (g)	B2	5,255
1,050	CSC Holdings, LLC, Senior Notes, 10.875%, 10/15/25 (g)	B2	1,244
525	Dish DBS Corporation, Senior Notes, 5.875%, 07/15/22	Ba3	553
1,125	Dish DBS Corporation, Senior Notes, 6.75%, 06/01/21	Ba3	1,221
1,275	Dish DBS Corporation, Senior Notes, 7.75%, 07/01/26	Ba3	1,441
550	LGE Holdco VI B.V., Senior Notes, 7.125%, 05/15/24 (g) (EUR)	B2	658
175	Netflix, Inc., Senior Notes, 5.75%, 03/01/24	B1	188
700	SFR Group S.A., Senior Notes, 6.25%, 05/15/24 (g)	B1	703
900	Unitymedia Hessen GmbH & Company, Senior Notes, 5%, 01/15/25 (g)	Ba3	899
1,975	Unitymedia Kabel BW GmbH, Senior Notes,	B3	2,029

	6.125%, 01/15/25 (g)		
375	Virgin Media Finance, Plc, Senior Notes, 6%, 10/15/24 (g)	B2	383
650	Virgin Media Finance, Plc, Senior Notes, 6.375%, 04/15/23 (g)	B2	677
325	Virgin Media Secured Finance, Plc, Senior Notes, 5.25%, 01/15/26 (g)	Ba3	319
950	Virgin Media Secured Finance, Plc, Senior Notes, 5.50%, 08/15/26 (g)	Ba3	946
		<b>Moody's Rating (Unaudited)</b>	<b>Value (Note 1)</b>
<b>Principal Amount/Units</b>			
\$ 100	Virgin Media Secured Finance, Plc, Senior Notes, 6.25%, 03/28/29 (GBP)	Ba3	\$ 129
700	VTR Finance B.V., Senior Notes, 6.875%, 01/15/24 (g)	B1	718
710	WideOpenWest Finance, LLC, Senior Notes, 10.25%, 07/15/19	Caa1	747
625	Ziggo Bond Finance BV, Senior Notes, 6%, 01/15/27 (g)	B2	606
			35,797
<b>Chemicals 2.83%</b>			
175	CF Industries, Inc., Senior Notes, 5.375%, 03/15/44	Ba3	145
300	CF Industries, Inc., Senior Notes, 7.125%, 05/01/20	Ba3	327
990	Consolidated Energy Finance, Senior Notes, 6.75%, 10/15/19 (g)	B2	990
450	CVR Partners, L.P., Senior Notes, 9.25%, 06/15/23 (g)	B2	461
1,425	Hexion Specialty Chemicals, Inc., Senior Notes, 6.625%, 04/15/20	B3	1,263

250	Hexion Specialty Chemicals, Inc., Senior Notes, 10%, 04/15/20	B3	248
75	Huntsman International, Senior Notes, 4.875%, 11/15/20	B1	77
650	Ineos Group Holdings S.A., Senior Notes, 5.625%, 08/01/24 (g)	B3	640
550	Kissner Holdings L.P., Senior Notes, 8.375%, 12/01/22 (g)	B3	556
475	Platform Specialty Products Corporation, Senior Notes, 6.50%, 02/01/22 (g)	Caa1	479
475	Platform Specialty Products Corporation, Senior Notes, 10.375%, 05/01/21 (g)	Caa1	525
350	PQ Corporation, Senior Notes, 6.75%, 11/15/22 (g)	B2	374

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

## The New America High Income Fund, Inc.

## Schedule of Investments December 31, 2016 Continued (Dollar Amounts in Thousands)

Principal Amount/Units		Moody's Rating (Unaudited)	Value (Note 1)
<b>CORPORATE DEBT SECURITIES continued</b>			
\$ 450	Univar, Inc., Senior Notes, 6.75%, 07/15/23 (g)	Caa1	\$ 464
			6,549
<b>Consumer Products 2.11%</b>			
575	24 Hour Holdings III LLC, Senior Notes, 8%, 06/01/22 (g)	Caa1	487
475	Avon International, Operating Company, Senior Notes, 7.875%, 08/15/22 (g)	Ba1	502
300	Central Garden and Pet Company, Senior Notes, 6.125%, 11/15/23	B2	317
650	Energizer Holdings, Inc., Senior Notes, 5.50%, 06/15/25 (g)	Ba3	653
1,675	Lifetime Fitness, Inc., Senior Notes, 8.50%, 06/15/23 (g)	Caa1	1,721
400	Tempur Sealy International Inc., Senior Notes, 5.50%, 06/15/26	B1	402
400	Tempur Sealy International Inc., Senior Notes, 5.625%, 10/15/23	B1	413
375	Vista Outdoor Inc. Inc, Senior Notes, 5.875%, 10/01/23	Ba3	392
			4,887
<b>Container 3.37%</b>			
266	AEP Industries, Inc., Senior Notes, 8.25%, 04/15/19	B3	271
1,000	ARD Finance S.A., Senior Notes, 6.625%, 09/15/23 (g) (EUR)	Caa2	1,055
1,225		Caa2	1,210

Principal Amount/Units		Moody's Rating (Unaudited)	Value (Note 1)
	ARD Finance S.A., Senior Notes, 7.125%, 09/15/23 (g)		
975	Ardagh Packaging Finance plc, Senior Notes, 7.25%, 05/15/24 (g)	B3	1,024
275	Bormioli Rocco Holdings, Senior Notes, 10%, 08/01/18 (g) (EUR)	B3	298
700	Consolidated Container Company LLC, Senior Notes, 10.125%, 07/15/20 (g)	Caa3	716
		<b>Moody's Rating (Unaudited)</b>	<b>Value (Note 1)</b>
\$ 100	Crown Cork and Seal Company, Inc., Senior Notes, 7.375%, 12/15/26	B1	\$ 113
325	Pactiv Corporation, Senior Notes, 7.95%, 12/15/25	Caa2	345
425	Reynolds Group Issuer, Inc., Senior Notes, 5.75%, 10/15/20	B2	438
1,500	Reynolds Group Issuer, Inc., Senior Notes, 7%, 07/15/24 (g)	Caa2	1,586
650	SIG Combibloc Holdings, Senior Notes, 7.75%, 02/15/23 (g)(EUR)	Caa1	736
			7,792
<b>Energy</b>	<b>22.15%</b>		
1,290	Alberta Energy Company, Ltd., Senior Notes, 7.375%, 11/01/31	Ba2	1,478
140	Alberta Energy Company, Ltd., Senior Notes, 8.125%, 09/15/30	Ba2	167
375	Antero Midstream Partners, Senior Note, 5.375%, 09/15/24 (g)	B1	382
475	Archrock Partners, Senior Notes,	B3	465

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	6%, 04/01/21		
	Archrock Partners, Senior Notes,		
500	6%, 10/01/22	B3	484
	Calumet Specialty Products Partners, L.P. Senior Notes,		
275	11.50%, 01/15/21 (g)	B2	314
	Cheniere Corpus Christi Holdings, LLC, Senior Notes,		
525	5.875%, 03/31/25 (g)	Ba3	536
	Cheniere Corpus Christi Holdings, LLC, Senior Notes,		
800	7%, 06/30/24 (g)	Ba3	870
	Chesapeake Energy Corp., Senior Notes,		
350	6.125%, 02/15/21	Caa3	341
	Chesapeake Energy Corp., Senior Notes,		
845	8%, 12/15/22 (g)	Caa1	910

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

## The New America High Income Fund, Inc.

**Schedule of Investments December 31, 2016 Continued** (Dollar Amounts in Thousands)

<b>Principal Amount/Units</b>		<b>Moody's Rating (Unaudited)</b>	<b>Value (Note 1)</b>
<b>CORPORATE DEBT SECURITIES continued</b>			
\$ 400	Chesapeake Energy Corp., Senior Notes, 8%, 01/15/25 (g)	Caa3	\$ 408
384	Comstock Resources, Inc., Senior Notes, 10%, 03/15/20	B3	395
775	Concho Resources, Inc., Senior Notes, 5.50%, 04/01/23	Ba2	801
475	Consol Energy, Inc., Senior Notes, 5.875%, 04/15/22	Caa1	465
200	Consol Energy, Inc., Senior Notes, 8%, 04/01/23	Caa1	205
1,075	Continental Resources, Senior Notes, 4.90%, 06/01/44	Ba3	914
275	Continental Resources, Senior Notes, 5%, 09/15/22	Ba3	275
900	Crestwood Midstream Partners, L.P., Senior Notes, 6.25%, 04/01/23	B1	923
475	CrownRock, L.P., Senior Notes, 7.125%, 04/15/21 (g)	B3	494
1,225	CrownRock, L.P., Senior Notes, 7.75%, 02/15/23 (g)	B3	1,320
100	DCP Midstream Operating LP, Senior Notes, 5.60%, 04/01/44	Ba1	91
300	DCP Midstream, LLC, Senior Notes, 6.45%, 11/03/36 (g)	Ba2	300
100	DCP Midstream, LLC, Senior Notes, 8.125%, 08/16/30	Ba2	111
225		Ba2	251

		DCP Midstream, LLC, Senior Notes, 9.75%, 03/15/19 (g)		
	700	Encana Corporation, Senior Notes, 7.20%, 11/01/31	Ba2	786
	50	Energy Transfer Partners, L.P., Senior Notes, 5.875%, 01/15/24	Ba2	52
	625	Ensco PLC, Senior Notes, 4.70%, 03/15/21	B1	605
	625	Ensco PLC, Senior Notes, 5.20%, 03/15/25	B1	543
<b>Principal Amount/Units</b>			<b>Moody's Rating (Unaudited)</b>	<b>Value (Note 1)</b>
\$ 225		Ensco PLC, Senior Notes, 5.75%, 10/01/44	B1	\$ 163
200		EP Energy LLC, Senior Notes, 8%, 11/29/24 (g)	B3	215
600		EP Energy LLC, Senior Notes, 9.375%, 05/01/20	Caa2	552
75		Ferrellgas, L.P., Senior Notes, 6.50%, 05/01/21	B3	74
25		Ferrellgas, L.P., Senior Notes, 6.75%, 01/15/22	B3	25
175		Ferrellgas, L.P., Senior Notes, 6.75%, 06/15/23	B3	172
550		Gibson Energy, Inc., Senior Notes, 6.75%, 07/15/21 (g)	Ba2	571
800		Globe Luxembourg SCA, Senior Notes, 9.625%, 05/01/18 (g)	Caa1	772
1,900		Gulfport Energy Corporation, Senior Notes, 6.375%, 05/15/25 (g)	B2	1,919
645		Gulfport Energy Corporation, Senior Notes, 6.625%, 05/01/23	B2	676
375		Gulfport Energy Corporation, Senior Notes,	B2	380



	6%, 10/15/24 (g)		
	Hess Corporation, Senior Notes,		
70	7.125%, 03/15/33	Ba1	80
	Hess Corporation, Senior Notes,		
305	7.30%, 08/15/31	Ba1	353
	Hess Corporation, Senior Notes,		
1,430	7.875%, 10/01/29	Ba1	1,716
	Kosmos Energy Ltd., Senior Notes,		
400	7.875%, 08/01/21 (g)	(e)	398
	Kosmos Energy Ltd., Senior Notes,		
1,250	7.875%, 08/01/21 (g)	(e)	1,244
	Matador Resources Company, Senior Notes,		
1,125	6.875%, 04/15/23	B3	1,184
	Matador Resources Company, Senior Notes,		
875	6.875%, 04/15/23 (g)	B3	921
	NGL Energy Partners L.P., Senior Notes,		
150	5.125%, 07/15/19	B2	149

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

## The New America High Income Fund, Inc.

## Schedule of Investments December 31, 2016 Continued (Dollar Amounts in Thousands)

Principal Amount/Units		Moody's Rating (Unaudited)	Value (Note 1)
<b>CORPORATE DEBT SECURITIES continued</b>			
\$ 950	NGL Energy Partners L.P., Senior Notes, 7.50%, 11/01/23 (g)	B2	\$ 983
75	Noble Holding International Ltd., Senior Notes, 4.90%, 08/01/20	B1	75
250	Noble Holding International Ltd., Senior Notes, 7.20%, 04/01/25	B1	235
525	Noble Holding International Ltd., Senior Notes, 7.75%, 01/15/24	B1	494
300	Noble Holding International Ltd., Senior Notes, 8.20%, 04/01/45	B1	246
75	Nustar Logistics, L.P., Senior Notes, 4.80%, 09/01/20	Ba1	76
550	Oneok, Inc., Senior Notes, 7.50%, 09/01/23	Ba1	626
900	Pacific Exploration & Production Corporation, Senior Notes, 10%, 11/02/21 (g)	(e)	1,017
270	Pacific Exploration & Production Corporation, Senior Notes, 10%, 11/02/21	(e)	305
550	Petrobras Global Finance, Senior Notes, 6.75%, 01/27/41	B2	462
350	Petrobras Global Finance, Senior Notes, 6.875%, 01/20/40	B2	299

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500	Petrobras Global Finance, Senior Notes, 8.375%, 05/23/21	B2	539
700	Petrobras Global Finance, Senior Notes, 8.75%, 05/23/26	B2	754
245	Petroleos Mexicanos, Senior Notes, 5.375%, 03/13/22 (g)	Baa3	250
95	Pride International, Inc., Senior Notes, 6.875%, 08/15/20	B1	101
520	Pride International, Inc., Senior Notes, 8.50%, 06/15/19	B1	577
		<b>Moody's Rating (Unaudited)</b>	<b>Value (Note 1)</b>
<b>Principal Amount/Units</b>			
\$ 740	QEP Resources, Inc., Senior Notes, 6.875%, 03/01/21	B1	\$ 786
350	Range Resources Corporation, Senior Subordinated Notes, 4.875%, 05/15/25	B1	338
175	Rockies Express Pipeline LLC, Senior Notes, 6%, 01/15/19 (g)	Ba2	184
375	Rowan Companies, Inc., Senior Notes, 4.75%, 01/15/24	B1	341
1,000	Rowan Companies, Inc., Senior Notes, 4.875%, 06/01/22	B1	940
425	Rowan Companies, Inc., Senior Notes, 7.375%, 06/15/25	B1	434
325	Sabine Pass LNG, L.P., Senior Notes, 5.75%, 05/15/24	Ba1	349
175	Sabine Pass LNG, L.P., Senior Notes, 5.875%, 06/30/26 (g)	Ba1	188
325	Sabine Pass LNG, L.P., Senior Notes, 6.25%, 03/15/22	Ba1	355
175	SESI, L.L.C., Senior Notes, 6.375%, 05/01/19	B2	175
2,025	SESI, L.L.C., Senior Notes, 7.125%, 12/15/21	B2	2,045

780	Seven Generations Energy Ltd., Senior Notes, 6.75%, 05/01/23 (g)	Ba3	833
250	Seven Generations Energy Ltd., Senior Notes, 6.875%, 06/30/23 (g)	Ba3	264
900	SM Energy Company, Senior Notes, 6.50%, 01/01/23	B3	916
1,025	Southwestern Energy Company, Senior Notes, 5.80%, 01/23/20	B1	1,057
175	Southwestern Energy Company, Senior Notes, 6.70%, 01/23/25	B1	179
43	Southwestern Energy Company, Senior Notes, 7.50%, 02/01/18	B1	45

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

## The New America High Income Fund, Inc.

**Schedule of Investments** December 31, 2016 **Continued** (Dollar Amounts in Thousands)

Principal Amount/Units		Moody's Rating (Unaudited)	Value (Note 1)
<b>CORPORATE DEBT SECURITIES continued</b>			
\$ 600	Sunoco L.P., Senior Notes, 6.25%, 04/15/21	B1	\$ 611
325	Sunoco L.P., Senior Notes, 6.375%, 04/01/23	B1	327
375	Tallgrass Energy Partners, L.P., Senior Notes, 5.50%, 09/15/24 (g)	B1	372
50	Targa Resources Partners L.P., Senior Notes, 4.25%, 11/15/23	Ba3	48
575	Targa Resources Partners L.P., Senior Notes, 5.125%, 02/01/25 (g)	Ba3	569
800	Targa Resources Partners L.P., Senior Notes, 5.25%, 05/01/23	Ba3	804
700	Targa Resources Partners L.P., Senior Notes, 6.75%, 03/15/24	Ba3	753
175	Tervita Escrow Corporation, Senior Notes, 7.625%, 12/01/21 (g)	B2	179
300	Tesoro Logistics, L.P., Senior Notes, 5.25%, 01/15/25	Ba3	305
175	Tesoro Logistics, L.P., Senior Notes, 6.125%, 10/15/21	Ba3	183
425	Transocean, Inc., Senior Notes, 6%, 03/15/18	Caa1	430
150	Transocean, Inc., Senior Notes, 6.50%, 11/15/20	Caa1	148

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225	Transocean, Inc., Senior Notes, 6.80%, 03/15/38	Caa1	176
950	Transocean, Inc., Senior Notes, 9%, 07/15/23 (g)	B1	976
350	WPX Energy, Inc., Senior Notes, 7.50%, 08/01/20	B3	376
915	YPF Sociedad Anonima, Senior Notes, 8.50%, 03/23/21 (g)	B3	981
1,000	YPF Sociedad Anonima, Senior Notes, 8.50%, 07/28/25 (g)	B3	1,025
			51,181
<b>Principal Amount/Units</b>		<b>Moody's Rating (Unaudited)</b>	<b>Value (Note 1)</b>
<b>Entertainment &amp; Leisure 1.28%</b>			
\$ 300	AMC Entertainment Holdings, Inc., Senior Notes, 5.875%, 11/15/26 (g)	B2	\$ 307
125	AMC Entertainment Holdings, Inc., Senior Notes, 6.375%, 11/15/24 (g) (GBP)	B2	163
610	ClubCorp Club Operations, Inc., Senior Notes, 8.25%, 12/15/23 (g)	B3	644
225	EMI Music Publishing Group, Senior Notes, 7.625%, 06/15/24 (g)	B3	243
425	Entertainment One, Ltd. Senior Notes, 6.875%, 12/15/22 (g) (GBP)	B1	562
1,000	Regal Entertainment Group, Senior Notes, 5.75%, 03/15/22	B3	1,046
			2,965
<b>Financial 10.16%</b>			
450	Aircastle Limited, Senior Notes, 5.50%, 02/15/22	Ba1	477
1,125		Caa2	1,160

	Alliant Holdings Intermediate, LLC, 8.25%, 08/01/23 (g)		
125	Ally Financial, Inc., Senior Notes, 5.125%, 09/30/24	Ba3	127
600	Ally Financial, Inc., Senior Notes, 5.75%, 11/20/25	(e)	599
619	Ally Financial, Inc., Senior Notes, 7.50%, 09/15/20	Ba3	693
600	Banco Bilbao Vizcaya Argentina, S.A., Senior Notes, 7%, 12/29/49 (EUR)	(e)	605
1,000	Banco Santander S.A., Senior Notes, 6.375%, 05/29/49	Ba1	925
300	Cabot Financial (Luxembourg) S.A., Senior Notes, 7.50%, 10/01/23 (g) (GBP)	B2	370
700	Citigroup, Inc. 5.95%, 12/29/49	Ba2	709
25	CNO Financial Group Inc., Senior Notes, 4.50%, 05/30/20	Ba1	26

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

## The New America High Income Fund, Inc.

**Schedule of Investments**    **December 31, 2016**    **Continued**    (Dollar Amounts in Thousands)

Principal Amount/Units		Moody's Rating (Unaudited)	Value (Note 1)
<b>CORPORATE DEBT SECURITIES</b> <b>continued</b>			
	CNO Financial Group Inc., Senior Notes, 5.25%, 05/30/25	Ba1	\$ 623
\$ 625			
	Credit Agricole S.A., Senior Notes, 6.625%, 09/29/49 (g)	Ba1	925
950			
	Discover Financial Services, Senior Notes, 10.25%, 07/15/19	Ba1	1,373
1,200			
	Garfunkelux Holdco 3 S.A., Senior Notes, 8.50%, 11/01/22 (g) (GBP)	B2	577
450			
	Goldman Sachs Group, Inc. 5.375%, 12/29/49	Ba1	2,228
2,200			
	HRG Group, Inc., Senior Notes, 7.875%, 07/15/19	Ba3	650
625			
	HSBC Holdings, plc, Senior Notes, 6.875%, 12/29/49	Baa3	422
400			
	Hub Holdings LLC, Senior Notes, 8.125%, 07/15/19 (g)	Caa2	749
750			
	Hub International Limited, Senior Notes, 7.875%, 10/01/21 (g)	Caa2	1,161
1,100			
	Hub International Limited, Senior Notes, 9.25%, 02/15/21 (g)	B3	257
250			
	Icahn Enterprises, Senior Notes, 6%, 08/01/20	Ba3	460
450			
	JP Morgan Chase & Co. 5.30%, 12/29/49	Baa3	1,494
1,465			
	Nationstar Mortgage LLC, Senior Notes, 6.50%, 07/01/21	B2	76
75			



675	Navient Corporation, Senior Notes, 5%, 10/26/20	Ba3	698
450	Navient Corporation, Senior Notes, 8%, 03/25/20	Ba3	501
150	NFP Corp., Senior Notes, 9%, 07/15/21 (g)	Caa2	157
250	Ocwen Financial Group, Senior Notes, 8.375%, 11/15/22 (g)	(e)	255
675	OneMain Financial Holdings, Inc., Senior Notes, 7.25%, 12/15/21 (g)	B2	704
		<b>Moody's Rating (Unaudited)</b>	<b>Value (Note 1)</b>
<b>Principal Amount/Units</b>			
\$ 600	Quicken Loans, Inc., Senior Notes, 5.75%, 05/01/25 (g)	Ba2	\$ 580
675	Springleaf Finance Corporation, Senior Notes, 8.25%, 12/15/20	B3	734
1,775	Standard Chartered PLC, Senior Notes, 7.50%, 12/29/49 (g)	Ba1	1,773
275	Starwood Property Trust, Senior Notes, 5%, 12/15/21 (g)	Ba3	278
1,100	USI Inc., Senior Notes, 7.75%, 01/15/21 (g)	Caa2	1,121
			23,487
<b>Food/Tobacco</b>	<b>1.08%</b>		
750	Dean Foods Company, Senior Notes, 6.50%, 03/15/23 (g)	B2	789
425	Lamb Western Holdings, Inc., Senior Notes, 4.625%, 11/01/24 (g)	Ba3	426
800	Minerva Luxembourg S.A., Senior Notes, 7.75%, 01/31/23 (g)	B1	839
425	Shearers Food, Inc., Senior Notes, 9%, 11/01/19 (g)	B1	443
			2,497
<b>Forest Products</b>	<b>1.24%</b>		
275		Ba3	278

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	Cascades, Inc., Senior Notes, 5.50%, 07/15/22 (g)		
1,150	Cascades, Inc., Senior Notes, 5.75%, 07/15/23 (g)	Ba3	1,162
625	Mercer International, Inc., Senior Notes, 7%, 12/01/19	B1	645
350	Mercer International, Inc., Senior Notes, 7.75%, 12/01/22	B1	368
400	Norbord, Inc., Senior Notes, 6.25%, 04/15/23 (g)	Ba2	416
			2,869
<b>Gaming</b>	<b>5.54%</b>		
550	Boyd Gaming Corporation, Senior Notes, 6.375%, 04/01/26 (g)	B3	590

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

## The New America High Income Fund, Inc.

**Schedule of Investments December 31, 2016 Continued** (Dollar Amounts in Thousands)

Principal Amount/Units		Moody's Rating (Unaudited)	Value (Note 1)
<b>CORPORATE DEBT SECURITIES continued</b>			
\$ 850	Cirsa Funding Luxembourg S.A., Senior Notes, 5.875%, 05/15/23 (g)(EUR)	B2	\$ 949
375	Codere Finance 2 Luxembourg S.A., Senior Notes, 6.75%, 11/01/21 (g)(EUR)	B2	401
400	Codere Finance 2 Luxembourg S.A., Senior Notes, 7.625%, 11/01/21 (g)	B2	388
875	Eldorado Resorts, Inc., Senior Notes, 7%, 08/01/23	Caa1	923
700	Great Canadian Gaming Corporation, Senior Notes, 6.625%, 07/25/22 (g) (CAD)	B1	547
1,159	International Game Technology Plc, Senior Notes, 6.25%, 02/15/22 (g)	Ba2	1,242
1,700	International Game Technology Plc, Senior Notes, 6.50%, 02/15/25 (g)	Ba2	1,823
325	Intralot Finance Luxembourg S.A. , Senior Notes, 6.75%, 09/15/21 (g) (EUR)	B1	346
325	MGM Growth Properties Operating Partnership L.P., Senior Notes, 5.625%, 05/01/24 (g)	B2	340
600	MGM Resorts International, Senior Notes, 6%, 03/15/23	B1	647
275		B2	301

	Safari Holding Verwaltungs GmbH, Senior Notes, 8.25%, 02/15/21 (g)(EUR)		
500	Scientific Games International Inc., Senior Notes, 7%, 01/01/22 (g)	Ba3	536
2,975	Scientific Games International Inc., Senior Notes, 10%, 12/01/22	Caa1	2,930
775	Shingle Springs Tribal Gaming Authority, Senior Notes, 9.75%, 09/01/21 (g)	B1	844
			12,807
<b>Principal Amount/Units</b>		<b>Moody's Rating (Unaudited)</b>	<b>Value (Note 1)</b>
<b>Health Care 8.12%</b>			
\$ 560	Capsugel S.A., Senior Notes, 7%, 05/15/19 (g)	Caa1	\$ 564
175	Centene Escrow Corporation, Senior Notes, 6.125%, 02/15/24	Ba2	183
325	CHS/Community Health Systems, Inc., Senior Notes, 6.875%, 02/01/22	Caa1	226
850	DaVita Healthcare Partners, Inc., Senior Notes, 5%, 05/01/25	B1	840
1,850	DaVita Healthcare Partners, Inc., Senior Notes, 5.125%, 07/15/24	B1	1,843
450	DPX Holdings BV, Senior Notes, 7.50%, 02/01/22 (g)	Caa2	474
575	Endo Finance LLC, Senior Notes, 6.50%, 02/01/25 (g)	B3	479
150	HCA, Inc., Senior Notes, 5%, 03/15/24	Ba1	154
1,625	HCA, Inc., Senior Notes, 5.25%, 06/15/26	Ba1	1,680
275		B1	283

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	Hill-Rom Holdings, Inc., Senior Notes, 5.75%, 09/01/23 (g)		
800	Iasis Healthcare Capital 8.375%, 05/15/19	Caa1	700
625	Kindred Healthcare, Inc., Senior Notes, 8%, 01/15/20	B3	622
850	Kinetic Concepts, Senior Notes, 9.625%, 10/01/21 (g)	Caa1	898
225	Kinetic Concepts, Senior Notes, 12.50%, 11/01/19	Caa2	234
450	Molina Healthcare, Inc., Senior Notes, 5.375%, 11/15/22	Ba3	455
225	MPH Acquisition Holdings, Senior Notes, 7.125%, 06/01/24 (g)	Caa1	236
450	MPT Operating Partnership, L.P., Senior Notes, 6.375%, 03/01/24	Ba1	471

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

## The New America High Income Fund, Inc.

## Schedule of Investments December 31, 2016 Continued (Dollar Amounts in Thousands)

Principal Amount/Units		Moody's Rating (Unaudited)	Value (Note 1)
<b>CORPORATE DEBT SECURITIES continued</b>			
\$ 450	Ortho-Clinical Diagnostics SA, Senior Notes, 6.625%, 05/15/22 (g)	Caa2	\$ 398
425	Surgery Center Holdings, Senior Notes, 8.875%, 04/15/21 (g)	Caa2	452
575	Synlab Bondco PLC, Senior Notes, 6.25%, 07/01/22(g) (EUR)	B2	659
250	Synlab Bondco PLC, Senior Notes, 8.25%, 07/01/23 (g) (EUR)	Caa1	286
75	Tenet Healthcare Corporation, Senior Notes, 4.463%, 06/15/20	Ba3	76
1,332	Tenet Healthcare Corporation, Senior Notes, 6.75%, 06/15/23	Caa1	1,172
275	Tenet Healthcare Corporation, Senior Notes, 7.50%, 01/01/22 (g)	Ba3	287
900	Tenet Healthcare Corporation, Senior Notes, 8.125%, 04/01/22	Caa1	848
675	Valeant Pharmaceuticals International, Senior Notes, 5.375%, 03/15/20 (g)	Caa1	570
2,300	Valeant Pharmaceuticals International, Senior Notes, 6.375%, 10/15/20 (g)	Caa1	1,972
350	Valeant Pharmaceuticals International, Senior Notes, 6.75%, 08/15/21 (g)	Caa1	291
825		Caa1	711

	Valeant Pharmaceuticals International, Senior Notes, 7%, 10/01/20 (g)		
825	Valeant Pharmaceuticals International, Senior Notes, 7.50%, 07/15/21 (g)	Caa1	697
			18,761
<b>Information Technology 5.75%</b>			
1,150	Advanced Micro Devices, Inc., Senior Notes, 7%, 07/01/24	Caa2	1,196
200	Advanced Micro Devices, Inc., Senior Notes, 7.50%, 08/15/22	Caa2	217
<b>Principal Amount/Units</b>		<b>Moody's Rating (Unaudited)</b>	<b>Value (Note 1)</b>
\$ 1,700	Bankrate, Inc., Senior Notes, 6.125%, 08/15/18 (g)	B2	\$ 1,719
875	CommScope Technologies LLC, Senior Notes, 6%, 06/15/25 (g)	B1	923
325	Diamond 1 Finance Corporation, Senior Notes, 5.875%, 06/15/21 (g)	Ba2	346
525	Diamond 1 Finance Corporation, Senior Notes, 7.125%, 06/15/24 (g)	Ba2	580
350	Match Group, Inc., Senior Notes, 6.375%, 06/01/24	Ba3	370
575	Match Group, Inc., Senior Notes, 6.75%, 12/15/22	Ba3	604
350	Micron Technology, Inc., Senior Notes, 5.25%, 08/01/23 (g)	Ba3	351
675	Microsemi Corporation, Senior Notes, 9.125%, 04/15/23 (g)	B2	786
575	RP Crown Parent LLC, Senior Notes, 7.375%, 10/15/24 (g)	Caa1	595

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350	SS&C Technologies Holdings, Inc., Senior Notes, 5.875%, 07/15/23	B3	363
800	Veritas Bermuda Ltd., Senior Notes, 7.50%, 02/01/23 (g)	B2	755
400	Veritas Bermuda Ltd., Senior Notes, 10.50%, 02/01/24 (g)	Caa2	365
1,000	Western Digital Corporation, Senior Notes, 7.375%, 04/01/23 (g)	Ba1	1,106
1,964	Western Digital Corporation, Senior Notes, 10.50%, 04/01/24 (g)	Ba2	2,318
650	Zebra Technologies Corporation, Senior Notes, 7.25%, 10/15/22	B2	705
			13,299
<b>Lodging</b>	<b>.97%</b>		
850	Hilton Worldwide Finance, Senior Notes, 5.625%, 10/15/21	Ba3	876

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



## The New America High Income Fund, Inc.

**Schedule of Investments December 31, 2016 Continued** (Dollar Amounts in Thousands)

<b>Principal Amount/Units</b>		<b>Moody's Rating (Unaudited)</b>	<b>Value (Note 1)</b>
<b>CORPORATE DEBT SECURITIES continued</b>			
\$ 1,325	Playa Resorts Holding B.V., Senior Notes, 8%, 08/15/20 (g)	Caa1	\$ 1,371
			2,247
<b>Manufacturing 2.77%</b>			
700	Accudyne Industries Borrower S.C.A., Senior Notes, 7.75%, 12/15/20 (g)	Caa3	585
825	Apex Tool Group, Senior Notes, 7%, 02/01/21 (g)	Caa1	738
700	Gardner Denver Inc., Senior Notes, 6.875%, 08/15/21 (g)	Caa2	698
150	Manitowoc Food Service, Senior Notes, 9.50%, 02/15/24	Caa1	174
600	Milacron LLC, Senior Notes, 7.75%, 02/15/21 (g)	Caa1	618
700	Pfleiderer GmbH, Senior Notes, 7.875%, 08/01/19 (EUR)	B3	768
700	Sensata Technologies UK Financing Company plc, Senior Notes, 6.25%, 02/15/26 (g)	Ba3	729
700	SPX Flow, Inc, Senior Notes, 5.625%, 08/15/24 (g)	B1	705
700	SPX Flow, Inc, Senior Notes, 5.875%, 08/15/26 (g)	B1	700
675	Terex Corporation, Senior Notes, 6%, 05/15/21	B2	694
			6,409
<b>Metals &amp; Mining 8.89%</b>			
225	AK Steel Corporation, Senior Notes,	Caa1	231

	7.625%, 05/15/20		
	AK Steel Corporation, Senior Notes, 7.625%, 10/01/21	Caa1	107
100			
	Alcoa Nederland Holding B.V., Senior Notes, 6.75%, 09/30/24 (g)	Ba3	325
300			
	Alcoa Nederland Holding B.V., Senior Notes, 7%, 09/30/26 (g)	Ba3	219
200			
	Aleris International, Inc., Senior Notes, 7.875%, 11/01/20 (g)	B2	322
300			
		<b>Moody's Rating (Unaudited)</b>	<b>Value (Note 1)</b>
<b>Principal Amount/Units</b>			
	Aleris International, Inc., Senior Notes, 9.50%, 04/01/21	Caa2	\$ 274
\$ 275			
	BlueScope Steel (Finance) Limited, Senior Notes, 6.50%, 05/15/21 (g)	Ba1	870
825			
	Constellium NV, Senior Notes, 7.875%, 04/01/21 (g)	B2	1,204
1,125			
	Constellium NV, Senior Notes, 8%, 01/15/23 (g)	Caa1	260
250			
	FMG Resources, Senior Notes, 9.75%, 03/01/22 (g)	Ba1	1,357
1,175			
	Freeport McMoran, Inc., Senior Notes, 2.375%, 03/15/18	B1	471
475			
	Freeport McMoran, Inc., Senior Notes, 4%, 11/14/21	B1	316
325			
	Freeport McMoran, Inc., Senior Notes, 5.40%, 11/14/34	B1	380
450			
	Grinding Media, Inc., Senior Notes, 7.375%, 12/15/23 (g)	B2	630
600			
	HudBay Minerals, Inc., Senior Notes, 7.25%, 01/15/23 (g)	B3	311
300			
1,450	HudBay Minerals, Inc., Senior Notes,	B3	1,512

	7.625%, 01/15/25 (g)		
	Lundin Mining Corporation, Senior Notes,		
825	7.50%, 11/01/20 (g)	B1	878
	Lundin Mining Corporation, Senior Notes,		
274	7.875%, 11/01/22 (g)	B1	298
	New Gold Inc., Senior Notes,		
1,125	6.25%, 11/15/22 (g)	B3	1,153
	Novelis, Inc., Senior Notes,		
325	5.875%, 09/30/26 (g)	B2	328
	Novelis, Inc., Senior Notes,		
1,617	6.25%, 08/15/24 (g)	B2	1,706
	Nyrstar Netherlands Holdings B.V., Senior Notes,		
275	8.50%, 09/15/19 (EUR)	Caa1	314
	Nyrstar Netherlands Holdings B.V., Senior Notes,		
875	8.50%, 09/15/19 (g) (EUR)	Caa1	999

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

## The New America High Income Fund, Inc.

**Schedule of Investments December 31, 2016 Continued** (Dollar Amounts in Thousands)

Principal Amount/Units		Moody's Rating (Unaudited)	Value (Note 1)
<b>CORPORATE DEBT SECURITIES continued</b>			
\$ 1,550	Ryerson Inc., Senior Secured Notes, 11%, 05/15/22 (g)	Caa1	\$ 1,707
325	Teck Resources Limited, Senior Notes, 8%, 06/01/21 (g)	Ba3	356
100	United States Steel Corporation, Senior Notes, 6.875%, 04/01/21	Caa1	101
75	United States Steel Corporation, Senior Notes, 7.375%, 04/01/20	Caa1	80
616	Vale Overseas Limited, Senior Notes, 5.875%, 06/10/21	Ba3	643
625	Vale Overseas Limited, Senior Notes, 6.25%, 08/10/26	Ba3	652
1,460	Wise Metals Group L.L.C., Senior Notes, 8.75%, 12/15/18 (g)	Caa3	1,511
925	Zekelman Industries, Senior Notes, 9.875%, 06/15/23 (g)	Caa1	1,029
			20,544
<b>Other Telecommunications 3.62%</b>			
1,250	Century Link Inc., Senior Notes, 7.50%, 04/01/24	Ba3	1,311
475	Equinix, Inc., Senior Notes, 5.375%, 01/01/22	B1	499
250	Equinix, Inc., Senior Notes, 5.75%, 01/01/25	B1	259
875	Frontier Communications, Inc., Senior Notes, 8.875%, 09/15/20	B1	932
750		B1	791

	Frontier Communications, Inc., Senior Notes, 10.50%, 09/15/22		
675	Inception Merger Sub, Inc., Senior Notes, 8.625%, 11/15/24 (g)	B3	714
350	Level 3 Communications, Inc., Senior Notes, 5.75%, 12/01/22	B2	359
225	Level 3 Financing, Inc., Senior Notes, 5.25%, 03/15/26 (g)	B1	222
		<b>Moody's Rating (Unaudited)</b>	<b>Value (Note 1)</b>
<b>Principal Amount/Units</b>			
\$ 1,725	Level 3 Financing, Inc., Senior Notes, 5.375%, 01/15/24	B1	\$ 1,744
275	Level 3 Financing, Inc., Senior Notes, 5.375%, 05/01/25	B1	279
250	Level 3 Financing, Inc., Senior Notes, 5.625%, 02/01/23	B1	256
950	Zayo Group, LLC, Global Notes, 6.375%, 05/15/25	B3	988
			8,354
<b>Publishing .51%</b>			
250	Harland Clarke Holdings Corporation, Senior Notes, 6.875%, 03/01/20 (g)	B1	241
325	Harland Clarke Holdings Corporation, Senior Notes, 9.75%, 08/01/18 (g)	B1	332
600	McGraw Hill Global, Senior Notes, 7.875%, 05/15/24 (g)	B3	605
			1,178
<b>Real Estate Investment Trust Securities .11%</b>			
250	VEREIT Operating Partnership, L.P., Senior Securities, 4.125%, 06/01/21	Ba1	254
<b>Restaurants 1.30%</b>			
425	1011778 B.C. United Liability Company, Senior Notes,	Ba3	435

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	4.625%, 01/15/22 (g)		
	KFC Holding Company, Senior Notes,		
1,225	5%, 06/01/24 (g)	B1	1,251
	KFC Holding Company, Senior Notes,		
450	5.25%, 06/01/26 (g)	B1	457
	P.F. Chang's China Bistro, Inc., Senior Notes,		
300	10.25%, 06/30/20 (g)	Caa1	293
	Seminole Hard Rock Entertainment Inc., Senior Notes,		
575	5.875%, 05/15/21 (g)	B2	568
			3,004

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

## The New America High Income Fund, Inc.

**Schedule of Investments December 31, 2016 Continued** (Dollar Amounts in Thousands)

Principal Amount/Units		Moody's Rating (Unaudited)	Value (Note 1)
<b>CORPORATE DEBT SECURITIES continued</b>			
<b>Retail 2.95%</b>			
\$ 150	Claire's Stores, Inc., Senior Subordinated Notes, 10.50%, 06/01/17	C	\$ 75
550	JC Penney Corporation, Inc., Senior Notes, 5.875%, 07/01/23 (g)	Ba2	567
750	JC Penney Corporation, Inc., Senior Notes, 8.125%, 10/01/19	B3	809
1,775	JoAnn Stores Holdings, Inc., Senior Notes, 9.75%, 10/15/19 (g)	Caa1	1,693
258	JoAnn Stores LLC, Senior Notes, 8.125%, 03/15/19 (g)(e)	(e)	256
400	Kirk Beauty One GmbH, Senior Notes, 8.75%, 07/15/23 (g) (EUR)	Caa1	461
625	New Look Secured Issuer Plc, Senior Notes, 6.50%, 07/01/22 (g)(GBP)	B1	734
125	New Look Senior Issuer Plc, Senior Notes, 8%, 07/01/23 (g)(GBP)	Caa1	132
1,150	PetSmart, Inc., Senior Notes, 7.125%, 03/15/23 (g)	B3	1,173
925	The Men's Warehouse, Inc., Senior Notes, 7%, 07/01/22	B2	909
			6,809
<b>Satellites 2.59%</b>			
1,075		B3	1,080

	Hughes Satellite Systems, Inc., Senior Notes, 6.625%, 08/01/26 (g)		
775	Hughes Satellite Systems, Inc., Senior Notes, 7.625%, 06/15/21	B3	851
825	Intelsat Jackson Holdings Ltd., Senior Notes, 7.25%, 10/15/20	Caa2	639
1,900	Intelsat Jackson Holdings Ltd., Senior Notes, 8%, 02/15/24 (g)	B1	1,952
<b>Principal Amount/Units</b>		<b>Moody's Rating (Unaudited)</b>	<b>Value (Note 1)</b>
\$ 1,300	Intelsat Jackson Holdings Ltd., Senior Notes, 9.50%, 09/30/22 (g)	B1	\$ 1,451
			5,973
<b>Services</b>	<b>7.46%</b>		
75	The ADT Corporation, Senior Notes, 4.125%, 06/15/23	Ba2	72
475	The ADT Corporation, Senior Notes, 4.875%, 07/15/32 (g)	Ba2	390
600	The ADT Corporation, Senior Notes, 6.25%, 10/15/21	Ba2	651
700	Advanced Disposal Services, Inc., Senior Notes, 5.625%, 11/15/24 (g)	Caa1	698
550	Alliance Data Systems Company, Senior Notes, 5.375%, 08/01/22 (g)	(e)	529
550	Alliance Data Systems Company, Senior Notes, 5.875%, 11/01/21 (g)	(e)	556
825	Avis Budget Car, Senior Notes, 5.25%, 03/15/25 (g)	B1	769
541	BLK Knight Infoserve, Senior Notes,	Baa3	565



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	5.75%, 04/15/23		
	Blueline Rental Finance, Senior Notes,		
675	7%, 02/01/19 (g)	B3	662
	Carlson Travel Inc., Senior Notes,		
200	6.75%, 12/15/23 (g)	B2	208
	CEB, Inc., Senior Notes,		
1,625	5.625%, 06/15/23 (g)	B1	1,576
	First Data Corporation, Senior Notes,		
750	5.375%, 08/15/23 (g)	Ba3	774
	First Data Corporation, Senior Notes,		
4,425	7%, 12/01/23 (g)	B3	4,729
	H&E Equipment Services, Senior Notes,		
675	7%, 09/01/22	B3	711
	Iron Mountain Canada, Senior Notes,		
450	5.375%, 09/15/23 (g) (CAD)	Ba3	340
	MSCI, Inc., Senior Notes,		
425	5.25%, 11/15/24 (g)	Ba2	443

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

## The New America High Income Fund, Inc.

**Schedule of Investments** December 31, 2016 **Continued** (Dollar Amounts in Thousands)

Principal Amount/Units		Moody's Rating (Unaudited)	Value (Note 1)
<b>CORPORATE DEBT SECURITIES continued</b>			
\$ 325	Nord Anglia Education Finance LLC, Senior Notes, 5.75%, 07/15/22 (g) (CHF)	B1	\$ 337
300	Prime Security Services Borrower, LLC, Senior Notes, 9.25%, 05/15/23 (g)	B3	327
950	Ritchie Bros. Auctioneers Inc., Senior Notes, 5.375%, 01/15/25 (g)	B2	969
225	Sabre GLBL, Inc., Senior Notes, 5.375%, 04/15/23 (g)	Ba2	230
650	Transworld Systems, Inc., Senior Notes, 9.50%, 08/15/21 (g)	Caa2	397
375	United Rentals (North America), Inc., Senior Notes, 5.50%, 05/15/27	B1	373
975	West Corporation, Senior Notes, 5.375%, 07/15/22 (g)	B3	941
			17,247
<b>Supermarkets 1.83%</b>			
725	Albertsons Companies, LLC, Senior Notes, 6.625%, 06/15/24 (g)	B3	758
450	Albertsons Companies, LLC, Senior Notes, 5.75%, 03/15/25 (g)	B3	444
325	New Albertson's Inc., Senior Notes, 7.45%, 08/01/29	(e)	308
200	New Albertson's Inc., Senior Notes, 8%, 05/01/31	(e)	192

1,510	Rite Aid Corporation, Senior Notes, 6.125%, 04/01/23 (g)	B3	1,627
850	Rite Aid Corporation, Senior Notes, 6.75%, 06/15/21	B3	891
			4,220
<b>Transportation</b>	<b>.33%</b>		
325	Kenan Advantage Group, Inc., Senior Notes, 7.875%, 07/31/23 (g)	Caa1	328
425	Watco Companies, LLC, Senior Notes, 6.375%, 04/01/23 (g)	B3	439
			767
<b>Principal Amount/Units</b>		<b>Moody's Rating (Unaudited)</b>	<b>Value (Note 1)</b>
<b>Utilities</b>	<b>3.39%</b>		
\$ 2,850	AES Corporation, Senior Notes, 5.50%, 03/15/24	Ba3	\$ 2,893
400	AES Corporation, Senior Notes, 6%, 05/15/26	Ba3	406
625	Calpine Corporation, Senior Notes, 5.375%, 01/15/23	B2	611
775	DPL Inc., Senior Notes, 7.25%, 10/15/21	Ba3	794
1,150	NRG Energy, Inc., Senior Notes, 6.625%, 03/15/23	B1	1,156
275	NRG Energy, Inc., Senior Notes, 6.625%, 01/15/27 (g)	B1	260
1,350	NRG Energy, Inc., Senior Notes, 7.25%, 05/15/26 (g)	B1	1,347
250	TerraForm Power Operating LLC, Senior Notes, 6.375%, 02/01/23 (g)	Caa1	253
100	TerraForm Power Operating LLC, Senior Notes, 6.625%, 06/15/25 (g)	Caa1	103
			7,823
<b>Wireless Communications</b>	<b>5.96%</b>		
675		B3	880

	Arqiva Broadcasting, Senior Notes, 9.50%, 03/31/20 (g)(GBP)		
400	Digicel Group Limited, Senior Notes, 6%, 04/15/21 (g)	B1	362
250	Digicel Group Limited, Senior Notes, 7.125%, 04/01/22 (g)	Caa1	194
2,175	Digicel Group Limited, Senior Notes, 8.25%, 09/30/20 (g)	Caa1	1,860
500	OTE Plc, Senior Notes, 7.875%, 02/07/18 (EUR)	Caa2	557
825	Sable International Finance Limited, Senior Notes, 6.875%, 08/01/22 (g)	Ba3	866
1,075	Sprint Capital Corporation, Senior Notes, 8.75%, 03/15/32	Caa1	1,185
1,000	Sprint Communications, Inc., Senior Notes, 7%, 08/15/20	Caa1	1,059

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

## The New America High Income Fund, Inc.

**Schedule of Investments December 31, 2016 Continued** (Dollar Amounts in Thousands)

Principal Amount/Units		Moody's Rating (Unaudited)	Value (Note 1)
<b>CORPORATE DEBT SECURITIES continued</b>			
\$ 1,725	Sprint Communications, Inc., Senior Notes, 11.50%, 11/15/21	Caa1	\$ 2,113
1,500	Sprint Corporation, Senior Notes, 7.25%, 09/15/21	Caa1	1,594
325	TBG Global Pte. Ltd., Senior Notes, 5.25%, 02/10/22	(e)	324
275	T-Mobile, USA, Inc., Senior Notes, 6%, 04/15/24	Ba3	289
300	T-Mobile, USA, Inc., Senior Notes, 6.375%, 03/01/25	Ba3	320
175	T-Mobile, USA, Inc., Senior Notes, 6.50%, 01/15/24	Ba3	187
180	VB S1 Issuer LLC, Senior Notes, 6.901%, 06/15/46 (g)	(e)	186
305	Vimpelcom Holdings, Senior Notes, 5.20%, 02/13/19 (g)	Ba2	314
1,425	Wind Acquisition Holdings Finance S.A., Senior Notes, 7.375%, 04/23/21 (g)	Caa1	1,478
			13,768
	<b>Total Corporate Debt Securities</b> (Total cost of \$303,978)		309,739
<b>BANK DEBT SECURITIES .23% (d)(f)</b>			
<b>Energy .23%</b>			
685	Hercules Offshore Inc., 10.50%, 05/06/20 (a)(b)	(e)	534
	<b>Total Bank Debt Securities</b> (Total cost of \$492)		534
<b>CONVERTIBLE DEBT SECURITIES .13% (d)(f)</b>			
<b>Energy .13%</b>			

350	Comstock Resources, Inc., Senior Notes, 7.75%, 04/01/19	Caa3	293
	<b>Total Convertible Debt Securities</b> (Total cost of \$297)		293
		<b>Moody's Rating (Unaudited)</b>	<b>Value (Note 1)</b>
<b>Shares</b>			
<b>PREFERRED STOCK</b>	<b>.74% (d)(f)</b>		
<b>Health Care</b>	<b>.18%</b>		
539	Allergan Plc, Convertible, 5.50%	(e)	\$ 411
<b>Utilities</b>	<b>.26%</b>		
12,550	Nextera Energy, Inc. 6.123%	(e)	615
<b>Wireless Communications</b>	<b>.30%</b>		
2,207	American Tower Corporation, Convertible, 5.25%	(e)	231
2,159	American Tower Corporation, Convertible, 5.50%	(e)	225
2,476	T-Mobile US, Inc., Convertible, 5.50%	(e)	234
			690
	<b>Total Preferred Stock</b> (Total cost of \$1,738)		1,716
<b>COMMON STOCK</b>	<b>1.94% (d)(f)</b>		
3,326	Crown Castle International Corp.		289
17,400	First Data Corporation (c)		247
3,000	Howard Hughes Corporation (c)		342
6,025	Liberty Broadband Corporation (c)		446
31,226	NRG Energy, Inc		383
2,900	Pacific Exploration & Production Corporation (c) (CAD)		127
6,750	Pacific Exploration & Production Corporation (c)		295
13,362	Pacific Exploration & Production Corporation (c)		585
26,400	Rowan Companies plc (c)		499
15,600	T-Mobile US, Inc. (c)		897
21,900	YPF S.A. ADR		361

	4,471
<b>Total Common Stock</b>	
(Total cost of \$5,284)	4,471
<b>TOTAL INVESTMENTS</b>	
<b>137.07% (d)</b>	
(Total cost of \$311,789)	316,753
<b>CASH AND OTHER</b>	
<b>ASSETS</b>	
<b>LESS LIABILITIES</b>	
<b>(37.07)% (d)</b>	(85,661)
<b>NET ASSETS 100.00%</b>	<b>\$231,092</b>

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

The New America High Income Fund, Inc.

**Schedule of Investments December 31, 2016 Continued** (Dollar Amounts in Thousands)

- (a) Denotes income is not being accrued.
  - (b) Denotes issuer is in bankruptcy proceedings.
  - (c) Non-income producing.
  - (d) Percentages indicated are based on total net assets to common shareholders of \$231,092.
  - (e) Not rated.
  - (f) All of the Fund's investments and other assets are pledged as collateral in accordance with a credit agreement with The Bank of Nova Scotia.
  - (g) Securities are exempt from registration under Rule 144A of the Securities Act of 1933. Such securities may be resold, normally to qualified institutional buyers in transactions exempt from registration. Unless otherwise noted, 144A Securities are deemed to be liquid. See Note 1 of the Note to Schedule of Investments for valuation policy. Total market value of Rule 144A securities amounted to \$189,351 as of December 31, 2016.
- (CAD) Canadian Dollar
- (CHF) Swiss Franc
- (EUR) Euro
- (GBP) British Pound

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





## The New America High Income Fund, Inc.

**Statement of Assets and Liabilities****December 31, 2016**

(Dollars in thousands, except shares and per share amounts)

**Assets:**

INVESTMENTS IN SECURITIES, at value (Identified cost of \$311,789 see Schedule of Investments and Note 1)	\$316,753
CASH	2,182
RECEIVABLES:	
Interest and dividends	5,653
PREPAID EXPENSES	94
UNREALIZED GAIN ON FORWARD CURRENCY EXCHANGE CONTRACTS (Notes 1 and 7)	50
Total assets	\$324,732

**Liabilities:**

CREDIT AGREEMENT (Note 4)	\$ 91,000
PAYABLES:	
Dividend on common stock	2,342
Interest on loan (Note 4)	17
ACCRUED EXPENSES (Note 3)	254
UNREALIZED LOSS ON CURRENCY AND FORWARD CURRENCY EXCHANGE CONTRACTS (Notes 1 and 7)	27
Total liabilities	\$ 93,640

**Net Assets** \$231,092**Represented By:****COMMON STOCK:**

\$0.01 par value, 40,000,000 shares authorized, 23,368,918 shares issued and outstanding	\$ 234
CAPITAL IN EXCESS OF PAR VALUE	266,442
UNDISTRIBUTED NET INVESTMENT INCOME (Note 2)	444
ACCUMULATED NET REALIZED LOSS FROM SECURITIES TRANSACTIONS (Note 2)	(41,015)
NET UNREALIZED APPRECIATION ON INVESTMENTS AND FORWARD CURRENCY EXCHANGE CONTRACTS	4,987

**Net Assets Applicable To Common Stock**

(Equivalent to \$9.89 per share, based on  
23,368,918 shares outstanding) \$231,092

**Statement of Operations****For the Year Ended****December 31, 2016** (Dollars in thousands)

<b>Investment Income:</b> (Note 1)	
Interest income	\$21,028
Dividend income	127
Other income	271
Total investment income	\$21,426
<b>Expenses:</b>	
Cost of leverage:	
Interest expense (Note 4)	\$ 1,217
Loan fees (Note 4)	20
Total cost of leverage	\$ 1,237
Professional services:	
Investment Advisor (Note 3)	\$ 1,072
Custodian and transfer agent	334
Legal	307
Audit	59
Total professional services	\$ 1,772
Administrative:	
General administrative (Note 6)	\$ 466
Directors	313
Insurance	135
Shareholder communications	38
Miscellaneous	31
NYSE	25
Total administrative	\$ 1,008
Total expenses	\$ 4,017
Net investment income	\$17,409
<b>Realized and Unrealized Gain (Loss) on Investment Activities:</b>	
Realized loss on investments and currencies, net	\$ (1,719)
Change in net unrealized appreciation/(depreciation) on investments and other financial instruments	\$26,581
Net gain on investments	\$24,862
Net increase in net assets resulting from operations	\$42,271

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

## The New America High Income Fund, Inc.

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

	<b>For the Year Ended December 31, 2016</b>	<b>For the Year Ended December 31, 2015</b>
<b>From Operations:</b>		
Net investment income	\$ 17,409	\$ 17,773
Realized loss on investments and currencies, net	(1,719)	(8,653)
Change in net unrealized appreciation/(depreciation) on investments and other financial instruments	26,581	(19,470)
Net increase (decrease) in net assets resulting from operations	\$ 42,271	\$ (10,350)
<b>Distributions to Common Stockholders:</b>		
From net investment income (\$.76 and \$.81 per share in 2016 and 2015, respectively)	\$ (17,702)	\$ (18,869)
Total net increase (decrease) in net assets	\$ 24,569	\$ (29,219)
<b>Net Assets Applicable to Common Stock:</b>		
Beginning of period	\$ 206,523	\$ 235,742
End of period (Including \$444 and \$82 of undistributed net investment income at December 31, 2016 and December 31, 2015, respectively)	\$ 231,092	\$ 206,523

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

## The New America High Income Fund, Inc.

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

	<b>For the Years Ended December 31,</b>				
	<b>2016</b>	<b>2015</b>	<b>2014</b>	<b>2013</b>	<b>2012</b>
<b>NET ASSET VALUE:</b>					
Beginning of period	\$ 8.84	\$ 10.09	\$ 10.58	\$ 10.49	\$ 9.58
<b>NET INVESTMENT</b>					
<b>INCOME</b>	.75	.76	.80	.83	.93
<b>NET REALIZED AND UNREALIZED GAIN (LOSS) ON INVESTMENTS AND OTHER FINANCIAL INSTRUMENTS</b>					
	1.06	(1.20)	(.45)	.12	.96
<b>DISTRIBUTIONS FROM NET INVESTMENT INCOME RELATED TO PREFERRED STOCK:</b>					
(b)					(.01)
<b>TOTAL FROM INVESTMENT OPERATIONS</b>					
	1.81	(.44)	.35	.95	1.88
<b>DISTRIBUTIONS TO COMMON SHAREHOLDERS:</b>					
From net investment income	(.76)	(.81)	(.84)	(.86)	(.97)
<b>TOTAL DISTRIBUTIONS</b>	(.76)	(.81)	(.84)	(.86)	(.97)

**NET ASSET VALUE:**

End of period	\$ 9.89	\$ 8.84	\$ 10.09	\$ 10.58	\$ 10.49
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**PER SHARE MARKET VALUE:**

End of period	\$ 9.26	\$ 7.66	\$ 8.94	\$ 9.65	\$ 10.45
<b>TOTAL INVESTMENT RETURN†</b>	31.68%	(5.68)%	1.02%	.73%	12.18%

† Total investment return is calculated assuming a purchase of \$1,000 of common stock at the current market value on the first day and a sale at the current market value on the last day of each year reported. Dividends and distributions are assumed for purposes of this calculation to be reinvested at prices obtained under the dividend reinvestment plan. This calculation does not reflect brokerage commissions.

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



## The New America High Income Fund, Inc.

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

	For the Years Ended December 31,				
	2016	2015	2014	2013	2012
NET ASSETS, END OF PERIOD, APPLICABLE TO COMMON STOCK (a)	\$231,092	\$206,523	\$235,742	\$247,288	\$244,631
EXPENSE RATIOS:					
Ratio of interest expense to average net assets*	.55%	.42%	.40%	.43%	.06%
Ratio of preferred and other leverage expenses to average net assets*	.01%	.01%			.04%
Ratio of operating expenses to average net assets*	1.26%	1.20%	1.14%	1.23%	1.38%
RATIO OF TOTAL EXPENSES TO AVERAGE NET ASSETS*	1.82%	1.63%	1.54%	1.66%	1.48%
RATIO OF NET INVESTMENT INCOME TO AVERAGE NET ASSETS*	7.90%	7.65%	7.41%	7.82%	9.07%
RATIO OF TOTAL EXPENSES TO AVERAGE NET ASSETS APPLICABLE TO COMMON AND PREFERRED STOCK (b)					1.13%
RATIO OF NET INVESTMENT INCOME TO AVERAGE NET ASSETS APPLICABLE TO					6.94%

COMMON AND  
PREFERRED  
STOCK (b)  
PORTFOLIO

TURNOVER RATE	77.10%	71.73%	48.26%	63.65%	69.91%
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(a) Dollars in thousands.

(b) In November 2012, the preferred stock was redeemed.

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

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



## The New America High Income Fund, Inc.

**Information Regarding  
Senior Securities**

	2016	2015	As of December 31, 2014	2013	2012
<b>TOTAL AMOUNT OUTSTANDING:</b>					
Credit Agreement	\$91,000,000	\$80,000,000	\$90,000,000	\$100,000,000	\$85,425,000
<b>ASSET COVERAGE:</b>					
Per \$1,000 borrowed under Credit Agreement					
(1)	\$ 3,539	\$ 3,582	\$ 3,619	\$ 3,473	\$ 3,864
Credit Agreement Asset Coverage					
(2)	354%	358%	362%	347%	386%

(1) Calculated by subtracting the Fund's total liabilities excluding the amount borrowed under the credit facility, from the Fund's total assets and dividing such amount by the amount borrowed under the credit facility, (per \$1,000 of amount borrowed).

(2) Calculated by subtracting the Fund's total liabilities excluding the amount borrowed under the credit facility, from the Fund's total assets and dividing such amount by the amount borrowed under the credit facility.

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

## The New America High Income Fund, Inc.

**Statement of Cash Flows** (Dollars in thousands)

	<b>For the Year Ended December 31, 2016</b>
<b>Cash Flows From Operating Activities:</b>	
Purchases of portfolio securities	\$ (243,950)
Sales of portfolio securities	232,320
Net purchases, sales and maturities of short-term securities	23
Interest and dividends received	20,780
Operating expenses paid	(4,059)
Net cash provided by operating activities	\$ 5,114
<b>Cash Flows From Financing Activities:</b>	
Credit facility increase	11,000
Common stock dividends	(17,600)
Net cash used by financing activities	\$ (6,600)
<b>Net Decrease in Cash</b>	<b>\$ (1,486)</b>
<b>Cash at Beginning of Period</b>	<b>3,668</b>
<b>Cash at End of Period</b>	<b>\$ 2,182</b>
<b>Reconciliation of Net Increase in Net Assets Resulting from Operations to Net Cash Provided by Operating Activities:</b>	
Purchases of portfolio securities	\$ (243,950)
Sales of portfolio securities	232,320
Net purchases, sales and maturities of short-term securities	23
Net increase in net assets resulting from operations	42,271
Amortization of interest	(270)
Net realized loss on investments and currencies	1,719
Change in net unrealized appreciation/(depreciation) on investments and other financial instruments	(26,581)
Increase in interest and dividend receivable	(376)
Decrease in prepaid expenses	1
Decrease in accrued expenses and other payables	(43)
Net cash provided by operating activities	\$ 5,114

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



The New America High Income Fund, Inc.

**Notes to Financial Statements**  
**December 31, 2016**

**(1) Significant Accounting and Other Policies**

The New America High Income Fund, Inc. (the Fund) was organized as a corporation in the state of Maryland on November 19, 1987 and is registered with the Securities and Exchange Commission as a diversified, closed-end investment company under the Investment Company Act of 1940. The Fund follows the investment company accounting and reporting guidance of the Financial Accounting Standards Board (FASB) Accounting Standard Codification Topic 946 "Financial Services Investment Companies". The Fund commenced operations on February 26, 1988. The investment objective of the Fund is to provide high current income while seeking to preserve stockholders' capital through investment in a professionally managed, diversified portfolio of "high yield" fixed-income securities.

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

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

The Fund's financial statements have been prepared in conformity with accounting principles generally accepted in the United States for investment companies that require the management of the Fund to, among other things, make estimates and assumptions that affect the

reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting periods. Actual results could differ from those estimates.

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

(a) *Valuation of Investments* Except as otherwise described below, the Fund's investments are valued based on evaluated bid prices provided by an independent pricing service. Independent pricing services provide prices based primarily on quotations from dealers and brokers, market transactions, data accessed from quotations services, offering sheets obtained from dealers and various relationships among similar securities. Investments whose primary market is on an exchange are valued at the last sale price on the day of valuation. Short-term investments with original maturities of 60 days or less are stated at amortized cost, which approximates the fair value of such investments. Following procedures approved by the Board of Directors, investments for which market prices are not yet provided by an independent pricing service (primarily newly issued fixed-income corporate bonds and notes) shall be valued at the most recently

quoted bid price provided by a principal market maker for the security. Other investments for which market quotations are not readily available are valued in good faith at fair value using methods approved by the Board of Directors. Fair value measurement is further discussed in section (f) of this footnote.

(b) *Foreign Currency* Investment securities and other assets and liabilities denominated in foreign currencies are translated into U.S. dollar amounts at the date of valuation. Purchases and sales of investment securities and income and expense items denominated in foreign currencies are translated into U. S. dollar amounts on the respective dates of such transactions.

The New America High Income Fund, Inc.

**Notes to Financial Statements    Continued**  
**December 31, 2016**

The Fund does not isolate that portion of the results of operations resulting from changes in foreign exchange rates on investments from the fluctuations arising from changes in market prices of securities held. Such fluctuations are included with the net realized and unrealized gain or loss from investments.

Reported net realized foreign exchange gains or losses arise from sales of foreign currencies, currency gains or losses realized between the trade and settlement dates on securities transaction, and the difference between the amounts of dividends, interest and foreign withholding taxes recorded on the Fund's books and the U.S. dollar equivalent of the amounts actually received or paid. Net unrealized foreign exchange gains and losses arise from changes in the fair values of assets and liabilities, other than investments in securities at fiscal period end, resulting from changes in exchange rates.

(c) *Foreign Currency Forward Exchange Contracts* The Fund may enter into foreign currency forward exchange contracts to hedge against foreign currency exchange rate risks on its non-U.S. dollar denominated investment securities. When entering into a forward currency contract, the Fund agrees to receive or deliver a fixed quantity of foreign currency for an agreed upon price on an agreed future date. The Fund's net equity therein, representing unrealized gain or loss on the contracts as measured by the difference between the forward foreign exchange rates at the dates of entry into the contracts and the forward rates at the reporting date, is included in the statement of assets and liabilities. Realized and unrealized gains and losses are included in the statement of operations. These instruments involve market risk, credit risk or both kinds of risks, in excess of the amount recognized in the statement of assets and liabilities. Risks arise from the possible inability of counterparties to meet the terms of their contracts and from movement in currency and securities values and interest rates.

(d) *Securities Transactions and Net Investment Income* Securities transactions are recorded on trade date. Realized gains or losses on sales of securities are calculated on the identified cost basis. Interest income is accrued on a daily basis. Discount on short-term investments is amortized to investment income. Premiums or discounts on corporate debt securities are amortized based on the interest method for financial reporting purposes. All income on original issue discount and step interest bonds is accrued based on the effective interest method. The Fund does not amortize market premiums or discounts for tax purposes. Dividend payments received in the form of additional securities are recorded on the ex-dividend date in an amount equal to the value of the security on such date.

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

(f) *Fair Value Measurement* The Fund applies ASC 820 "Fair Value Measurements and Disclosures". This standard establishes the definition of fair value, sets out a framework for measuring fair value and requires additional disclosures about fair value measurements.

The three levels of the fair value hierarchy under ASC 820 are described below:

Level 1 Unadjusted quoted prices in active markets for identical assets or liabilities that the Fund has the ability to access.

Level 2 Observable inputs other than quoted prices included in level 1 that are observable for the asset or liability, either directly or indirectly. These inputs may include quoted prices for the identical instrument on an inactive market, prices for similar instruments, interest rates, prepayment speeds, credit risk, yield curves, default rates and similar data.

The New America High Income Fund, Inc.

**Notes to Financial Statements Continued**  
**December 31, 2016**

Level 3 Unobservable inputs for the asset or liability, to the extent relevant observable inputs are not available, representing the Fund's own assumptions about the assumptions a market participant would use in valuing the asset or liability, and would be based on the best information available.

The availability of observable inputs can vary from security to security and is affected by a wide variety of factors, including, for example, the type of security, whether the security is new and not yet established in the marketplace, the liquidity of markets, and other characteristics particular to the security. To the extent that valuation is based on models or inputs that are less observable or unobservable in the market, the determination of fair value requires more judgment. Accordingly, the degree of judgment exercised in determining fair value is greatest for instruments categorized in level 3.

The inputs used to measure fair value may fall into different levels of the fair value hierarchy. In such cases, for disclosure purposes, the level in the fair value hierarchy within which the fair value measurement falls in its entirety, is determined based on the lowest level input that is significant to the fair value measurement in its entirety.

The inputs or methodology used for valuing securities are not necessarily an indication of the risk associated with investing in those securities.

A description of the valuation techniques applied to the Fund's major asset and liability categories is as follows.

Debt securities (corporate, convertible & bank debt). The fair value of debt securities is provided by independent pricing services using quotations from dealers and brokers, market transactions, data from quotations services, offering sheets and various relationships between securities. While most corporate bonds are categorized in level 2 of the fair value hierarchy, there may be instances where less observable inputs necessitate a level 3 categorization.

Equity securities (preferred and common stock). Equity securities for which the primary market is on an exchange will be valued at the last sale price on the day of valuation and are categorized in level 1 of the fair value hierarchy. Other equity securities traded in inactive markets or valued by independent pricing services using methods similar to debt securities are categorized in level 2. The fair value of equity securities in which observable inputs are unavailable are categorized in level 3.

Short-term investments. Short-term investments are valued using amortized cost, which approximates fair value. To the extent the inputs are observable and timely the values would be categorized in level 2 of the fair value hierarchy.

Forwards are valued at the unrealized gain or loss on the contract as measured by the difference between the forward exchange rates at the date of entry into the contract and the forward rates at the reporting date. Forwards are categorized in level 2 of the fair value hierarchy.

The following is a summary of the inputs used as of December 31, 2016 in valuing the Fund's investments:

<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	<b>Total Value</b>
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	<b>Quoted Prices</b>	<b>Significant Observable Inputs</b>	<b>Significant Unobservable Inputs</b>	
	(000's)	(000's)	(000's)	(000's)
<b>Investments</b>				
Debt				
Securities*	\$	\$ 310,566	\$	\$ 310,566
<b>Preferred Stock</b>				
Health Care	411			411
Utilities	615			615
Wireless				
Communications	690			690
<b>Common Stock</b>				
Building &				
Real				
Estate	342			342
Cable	446			446
Energy	1,867			1,867
Services	247			247
Utilities	383			383
Wireless				
Communications	1,186			1,186
<b>Total</b>				
<b>Investments</b>	<b>\$ 6,187</b>	<b>\$ 310,566</b>	<b>\$</b>	<b>\$ 316,753</b>

The New America High Income Fund, Inc.

**Notes to Financial Statements    Continued**  
**December 31, 2016**

**Level 1**

**Level 2**

**Level 3**