

Western Asset Income Fund (formerly, Pacific American Income Shares, Inc.) Declares Regular Monthly

July 1, 2005 -- Western Asset Income Fund (the "Fund") (NYSE:PAI - News) announced today the declaration of its monthly ordinary income dividend of \$0.071667 per share on its Common Stock. The Fund will have an ex-dividend date of July 13, 2005, a record date of July 15, 2005 and a payable date of July 29, 2005.

At the Annual Meeting of Stockholders of the Fund held on May 10, 2005, stockholders approved an amendment to the Company's Certificate of Incorporation in order to change the name of the Fund from "Pacific American Income Shares, Inc." to "Western Asset Income Fund." Additionally, earlier this year, the Fund's Board of Directors approved a change to the Fund's dividend policy such that dividend distributions will be paid on a monthly basis instead of on a quarterly basis. The changes to the Fund's name and dividend policy became effective on June 30, 2005. The New York Stock Exchange ticker symbol of the Fund, "PAI", will remain unchanged.

The Fund is a closed-end investment company that invests predominantly in a diversified portfolio of debt securities. Its investment adviser is Western Asset Management Company, a subsidiary of Legg Mason, Inc. Western Asset Management Company has managed the Fund since its inception in March, 1973, and was recently named 2004 Fixed-Income Manager of the Year by Morningstar. The name change will encourage investors to better identify the Fund with Western Asset Management Company. The dividend policy change brings the Fund in line with other bond funds that have been brought to market in recent years.

For Fund related questions, please contact Western Asset Management Company at (877) 844-8800.

For shareholder related questions please contact Computershare (formerly Equiserve Trust Company) at (866) 290-4386.