

CORNERSTONE STRATEGIC VALUE FUND INC/ NEW  
Form N-Q  
November 26, 2007

UNITED STATES  
SECURITIES AND EXCHANGE COMMISSION  
WASHINGTON, D.C. 20549

FORM N-Q

QUARTERLY SCHEDULE OF PORTFOLIO HOLDINGS OF REGISTERED  
MANAGEMENT INVESTMENT COMPANY

Investment Company Act file number 811-05150

Cornerstone Strategic Value Fund, Inc.

(Exact name of registrant as specified in charter)

383 Madison Avenue, New York, NY 10179

(Address of principal executive offices) (Zip code)

Kayadti Madison

Cornerstone Strategic Value Fund, Inc., 383 Madison Avenue, New York, NY 10179

(Name and address of agent for service)

Registrant's telephone number, including area code: (212) 272-3550

Date of fiscal year end: December 31, 2007

Date of reporting period: September 30, 2007

ITEM 1: SCHEDULE OF INVESTMENTS

CORNERSTONE STRATEGIC VALUE FUND, INC.  
SCHEDULE OF INVESTMENTS -- SEPTEMBER 30, 2007 (UNAUDITED)

DESCRIPTION	NO. OF SHARES	VALUE
EQUITY SECURITIES - 99.35%		
CLOSED-END FUNDS - 1.28%		
Adams Express Company	49,500	\$ 740,025
General American Investors Company ^	3,000	122,280
Liberty All-Star Equity Fund	67,300	553,206
Liberty All-Star Growth Fund, Inc. ^	26,300	153,329
Zweig Fund, Inc. ^	19,000	98,990

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1,667,830

CONSUMER DISCRETIONARY - 9.55%

Amazon.com, Inc. *	5,500	512,325
Carnival Corporation	11,800	571,474
Clear Channel Communications, Inc.	3,300	123,552
Coach, Inc. *	3,500	165,445
Comcast Corporation, Class A *	28,555	690,460
Gannett Co., Inc.	3,500	152,950
Gap, Inc. (The)	12,200	224,968
Goodyear Tire & Rubber Company (The) ^ *	4,500	136,845
Harley-Davidson, Inc. ^	4,400	203,324
Hilton Hotels Corporation	6,200	288,238
Home Depot, Inc. (The) ^	23,100	749,364
J.C. Penney Company, Inc. ^	4,500	285,165
Johnson Controls, Inc.	2,500	295,275
Kohl's Corporation *	2,500	143,325
Lowe's Companies, Inc.	15,400	431,508
Macy's, Inc.	11,052	357,201
McDonald's Corporation	15,100	822,497
News Corporation, Class A	23,000	505,770
NIKE, Inc., Class B	14,600	856,436
Omnicom Group Inc.	13,200	634,788
Sears Holdings Corporation ^ *	503	63,982
Staples, Inc.	10,800	232,092
Starbucks Corporation *	2,800	73,360
Target Corporation ^	11,800	750,126
Time Warner Inc.	76,000	1,395,360
TJX Companies, Inc. (The) ^	3,000	87,210
Toyota Motor Corporation ADR	2,500	292,150
Viacom Inc., Class B *	9,450	368,266
Walt Disney Company (The)	30,200	1,038,578

12,452,034

CONSUMER STAPLES - 9.27%

Altria Group, Inc.	22,300	1,550,519
Anheuser-Busch Companies, Inc.	6,200	309,938
Archer-Daniels-Midland Company	6,960	230,237
Coca-Cola Company (The)	27,000	1,551,690
Colgate-Palmolive Company	3,400	242,488
ConAgra Foods, Inc.	6,900	180,297
CVS Corporation	13,930	552,046

DESCRIPTION	NO. OF SHARES	VALUE
General Mills, Inc.	5,000	290,050
H.J. Heinz Company ^	4,000	184,800
Kimberly-Clark Corporation	5,500	386,430
Kraft Foods Inc, Class A ^	10,932	377,263
Kroger Co. (The)	13,800	393,576
PepsiCo, Inc.	17,600	1,289,376
Procter & Gamble Company (The) ^	32,797	2,306,941
Sara Lee Corporation	4,500	75,105
Sysco Corporation	9,800	348,782
Walgreen Co.	24,800	1,171,552
Wal-Mart Stores, Inc.	15,100	659,115

12,100,205

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ENERGY - 11.62%

Baker Hughes Incorporated	10,600	957,922
BJ Services Company	3,500	92,925
Chevron Corporation ^	24,532	2,295,705
ConocoPhillips ^	10,474	919,303
Exxon Mobil Corporation ^	73,500	6,803,159
Halliburton Company	6,700	257,280
Marathon Oil Corp.	15,000	855,300
Noble Corporation	2,500	122,625
Occidental Petroleum Corporation	10,500	672,840
Schlumberger Limited	14,000	1,470,000
Valero Energy Corporation	6,000	403,080
XTO Energy, Inc.	5,000	309,200
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		15,159,339
		-----

FINANCIALS - 18.68%

AFLAC Incorporated	7,000	399,280
Allstate Corporation (The)	9,300	531,867
American Express Company	19,600	1,163,652
American International Group, Inc.	16,831	1,138,617
Bank of America Corporation	59,138	2,972,867
Bank of New York Mellon Corporation	10,754	474,682
BB&T Corporation ^	4,000	161,560
Bear Stearns Companies, Inc. (The)	2,500	307,025
CB Richard Ellis Group, Inc., Class A ^ *	9,000	250,560
Charles Schwab Corporation (The) ^	6,000	129,600
Chubb Corporation (The) ^	4,100	219,924
Citigroup Inc.	60,300	2,814,201
Fannie Mae	4,000	243,240
Freddie Mac ^	2,900	171,129
Goldman Sachs Group, Inc. (The) ^	7,300	1,582,202
Hartford Financial Services Group, Inc. (The)	6,000	555,300
JPMorgan Chase & Co.	33,632	1,541,018
Lehman Brothers Holdings Inc. ^	7,200	444,456
Marsh & McLennan Companies, Inc.	6,000	153,000
Merrill Lynch & Co., Inc. ^	7,200	513,216
Metlife, Inc. ^	15,200	1,059,896
Morgan Stanley	15,500	976,500
National City Corporation	6,700	168,103
PNC Financial Services Group, Inc.	4,600	313,260
Prudential Financial, Inc.	10,700	1,044,106
State Street Corporation ^	3,500	238,560
SunTrust Banks, Inc.	5,000	378,350
Travelers Companies, Inc. (The)	9,476	477,022

DESCRIPTION	NO. OF SHARES	VALUE
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U.S. Bancorp	21,901	712,440
Wachovia Corporation	22,100	1,108,315
Washington Mutual, Inc.	11,550	407,830
Wells Fargo & Company	48,400	1,724,008
		-----
		24,375,786
		-----

HEALTHCARE - 11.69%

Abbott Laboratories	17,700	949,074
Aetna Inc.	6,000	325,620
Amgen Inc. *	22,400	1,267,168
Baxter International Inc. ^	5,000	281,400

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Becton, Dickinson and Company	6,900	566,145
Biogen Idec Inc. *	3,000	198,990
Bristol-Myers Squibb Company ^	18,500	533,170
Cardinal Health, Inc.	2,950	184,464
Covidien Limited	2,599	107,858
Eli Lilly and Company	4,700	267,571
Gilead Sciences, Inc. *	7,000	286,090
Johnson & Johnson	40,900	2,687,130
McKesson Corporation ^	5,300	311,587
Medco Health Solutions, Inc. *	2,687	242,878
Medtronic, Inc. ^	21,500	1,212,815
Merck & Co. Inc.	17,500	904,575
Pfizer Inc.	43,560	1,064,171
Schering-Plough Corporation	17,500	553,525
Stryker Corporation	3,500	240,660
UnitedHealth Group Incorporated ^	22,000	1,065,460
WellPoint Inc. *	14,000	1,104,880
Wyeth	20,200	899,910

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15,255,141  
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INDUSTRIALS - 11.38%

3M Co.	9,400	879,652
Boeing Company (The)	6,700	703,433
Burlington Northern Santa Fe Corporation	2,900	235,393
Caterpillar Inc.	6,800	533,324
CSX Corporation	10,000	427,300
Danaher Corporation ^	3,500	289,485
Deere & Company	2,500	371,050
Emerson Electric Co.	12,000	638,640
FedEx Corp.	4,500	471,375
General Dynamics Corporation	6,200	523,714
General Electric Company	100,900	4,177,260
Honeywell International Inc.	12,500	743,375
Illinois Tool Works Inc.	13,300	793,212
Ingersoll-Rand Company Ltd., Class A	4,500	245,115
Lockheed Martin Corporation ^	4,000	433,960
Norfolk Southern Corporation	5,500	285,505
Northrop Grumman Corporation ^	5,000	390,000
Raytheon Company ^	5,000	319,100
Southwest Airlines Co.	5,700	84,360
Tyco International Ltd.	2,599	115,240
Union Pacific Corporation	2,000	226,120
United Parcel Service, Inc., Class B	9,600	720,960
United Technologies Corporation	11,000	885,280
Waste Management, Inc.	9,300	350,982

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14,843,835  
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DESCRIPTION	NO. OF SHARES	VALUE
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INFORMATION TECHNOLOGY - 15.69%		
Adobe Systems Incorporated *	4,200	183,372
Agilent Technologies Inc. *	8,000	295,040
Analog Devices, Inc.	3,500	126,560
Apple Computer, Inc. *	5,500	844,470
Applied Materials, Inc.	33,800	699,660
Automatic Data Processing, Inc.	17,900	822,147

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Cisco Systems, Inc. *	77,400	2,562,714
Corning Incorporated *	8,000	197,200
Dell Inc. ^ *	4,700	129,720
eBay Inc. *	8,500	331,670
Electronic Data Systems Corporation	5,000	109,200
EMC Corporation ^ *	116,648	2,426,278
Google Inc. *	2,500	1,418,175
Hewlett-Packard Company	19,900	990,821
Intel Corporation	60,500	1,564,530
International Business Machines Corporation	12,600	1,484,280
Micron Technology, Inc. *	11,500	127,650
Microsoft Corporation	98,200	2,892,972
Motorola, Inc.	10,000	185,300
Oracle Corporation *	44,272	958,489
QUALCOMM Inc.	17,000	718,420
Sun Microsystems, Inc. *	7,500	42,075
Texas Instruments Incorporated	26,400	965,976
Yahoo! Inc. *	14,800	397,232
		-----
		20,473,951
		-----
MATERIALS - 2.82%		
Alcoa Inc.	16,900	661,128
Dow Chemical Company (The)	10,400	447,824
E. I. du Pont de Nemours and Company	17,300	857,388
Freeport-McMoRan Copper & Gold, Inc.	2,500	262,225
International Paper Company	10,500	376,635
Monsanto Company ^	5,660	485,288
Newmont Mining Corporation	3,000	134,190
Praxair, Inc.	5,500	460,680
		-----
		3,685,358
		-----
REAL ESTATE INVESTMENT TRUST - 0.31%		
Simon Property Group, Inc.	4,000	400,000
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TELECOMMUNICATION SERVICES - 3.52%		
ALLTEL Corporation	4,000	278,720
AT&T Inc.	56,539	2,392,165
Sprint Nextel Corporation	20,946	397,974
Verizon Communications Inc.	34,300	1,518,804
		-----
		4,587,663
		-----
UTILITIES - 3.54%		
American Electric Power Company, Inc.	8,000	368,640
CenterPoint Energy, Inc.	10,000	160,300
Dominion Resources, Inc.	7,100	598,530
Duke Energy Corporation	15,800	295,302
Edison International ^	6,500	360,425
Exelon Corporation	6,000	452,160
FirstEnergy Corp.	5,000	316,700
FPL Group, Inc.	4,000	243,520
PG&E Corporation ^	5,000	239,000
	NO. OF	
DESCRIPTION	SHARES	VALUE
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Public Service Enterprise Group Incorporated	3,500	307,965
Southern Company (The)	11,900	431,732

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TXU Corp. ^	12,400	849,028
		-----
		4,623,302
		-----
TOTAL EQUITY SECURITIES (cost - \$94,480,626)		129,624,444
		-----
	PRINCIPAL AMOUNT (000'S)	
	-----	
SHORT-TERM INVESTMENTS - 2.84%		
REPURCHASE AGREEMENTS - 2.84%		
Bear, Stearns & Co. Inc. + ++ (Agreements dated 9/28/2007 to be repurchased at \$1,506,223, 5.2500%, 10/1/2007, collateralized by \$1,549,414 in United States Treasury Strips)	\$ 1,506	1,505,564
Bear, Stearns & Co. Inc. + ++ (Agreements dated 9/28/2007 to be repurchased at \$1,316,922, 2.6250%, 10/1/2007, collateralized by \$1,355,481 in United States Treasury Strips and Bonds)	1,317	1,316,634
Bear, Stearns & Co. Inc. (Agreements dated 9/28/2007 to be repurchased at \$886,185, 3.9500%, 10/1/2007, collateralized by \$911,691 in United States Treasury Strips)	886	885,893
		-----
TOTAL SHORT-TERM INVESTMENTS (cost - \$3,708,091)		3,708,091
		-----
TOTAL INVESTMENTS - 102.19% (cost - \$98,188,717)		133,332,535
		-----
LIABILITIES IN EXCESS OF OTHER ASSETS - (2.19)%		(2,863,076)
		-----
NET ASSETS - 100.00%		\$ 130,469,459
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^ Security or a portion thereof is out on loan.

\* Non-income producing security.

ADR American Depositary Receipt

+ Stated interest rate, before rebate earned by borrower of securities on loan.

++ Represents investment purchased with collateral received for securities on loan.

Federal Income Tax Cost: At September 30, 2007, the identified cost for federal income tax purposes, as well as the gross unrealized appreciation from investments for those securities having an excess of value over cost, gross unrealized depreciation from investments for those securities having an excess of cost over value and the net unrealized appreciation from investments were \$98,188,717, \$36,186,238, (\$1,042,420), \$35,143,818, respectively.

Securities valuation policies and other investment related disclosures are hereby incorporated by reference to the Fund's semi-annual report previously

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filed with the Securities and Exchange Commission on the Form N-CSR on August 31, 2007 with a file number 811-05150.

Other information regarding the Fund is available in the Fund's most recent semi-annual report filed with the Securities and Exchange Commission on Form N-CSR on August 31, 2007, file number 811-05150. This information is also available to registered shareholders by calling (800) 937-5449. For general inquiries, please call (212) 272-3550. This information is also available on the website of the Securities and Exchange Commission - <http://www.sec.gov>.

### ITEM 2: CONTROLS AND PROCEDURES

(a) As of a date within 90 days from the filing date of this report, the principal executive officer and principal financial officer concluded that the registrant's disclosure controls and procedures (as defined in Rule 30a-3(c) under the Investment Company Act of 1940 (the "Act")), were effective based on their evaluation of the disclosure controls and procedures required by Rule 30a-3(b) under the Act and Rules 13a-15(b) or 15d-15(b) under the Securities and Exchange Act of 1934.

(b) There were no changes in the registrant's internal control over financial reporting (as defined in Rule 30a-3(d) under the Act) that occurred during the registrant's last fiscal quarter that have materially affected, or are reasonably likely to materially affect, the registrant's internal control over financial reporting.

### ITEM 3: EXHIBITS

1. The certifications of the registrant as required by Rule 30a-2(a) under the Act are exhibits to this report.

### 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.

Cornerstone Strategic Value Fund, Inc.

/s/ Ralph W. Bradshaw

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Name: Ralph W. Bradshaw  
Title: Principal Executive Officer  
Date: November 26, 2007

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.

/s/ Ralph W. Bradshaw

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Name: Ralph W. Bradshaw  
Title: Principal Executive Officer  
Date: November 26, 2007

/s/ Kayadti Madison

-----  
Name: Kayadti Madison  
Title: Principal Financial Officer  
Date: November 26, 2007