

Edgar Filing: HERZFELD CARIBBEAN BASIN FUND INC - Form N-Q

HERZFELD CARIBBEAN BASIN FUND INC

Form N-Q

November 16, 2007

FORM N-Q
 QUARTERLY SCHEDULE OF PORFOLIO HOLDINGS OF REGISTERED MANAGEMENT
 INVESTMENT COMPANY

Investment Company Act file number 811-06445

 The Herzfeld Caribbean Basin Fund, Inc.

 (Exact name of registrant as specified in charter)

P.O. BOX 161465, MIAMI, FLORIDA 33116

 (Address of principal executive offices) (Zip code)

THOMAS J. HERZFELD
 P.O. BOX 161465, MIAMI, FL 33116

 (Name and address of agent for service)

Registrant's telephone number, including area code: 305-271-1900

 Date of fiscal year end: 06/30/08

 Date of reporting period: 09/30/07

ITEM 1. SCHEDULE OF INVESTMENTS

SCHEDULE OF INVESTMENTS AS OF SEPTEMBER 30, 2007 (unaudited)

Shares or Principal Amount	Description	Market Value

Common stocks - 79.04% of net assets		
Banking and finance - 5.22%		
10,500	Bancolombia, S.A	\$ 363,825
19,720	Banco Latinoamericano de Exportaciones, S.A	358,510
1,500	Doral Financial Corp.	32,940
16,400	Grupo Financiero Banorte, S.A. de C.V. Series O	64,942
9,900	Grupo Financiero Inbursa, S.A. de C.V. Series O	23,721
Communications - 12.91%		
35,600	America Movil, S.A. de C.V. Series A	110,531
50,891	America Movil, S.A. de C.V. Series L	162,894
3,000	America Movil	192,000
14,950	Atlantic Tele-Network, Inc.	543,432
11,900	Carso Global Telecom, S.A. de C.V. Series A1	51,693
141,000	Fuego Entertainment	45,120
1,000	Garmin Ltd.	119,400
871	Grupo Iusacell, S.A. de C.V. Series V	8,762
18,800	Grupo Radio Centro, S.A. ADR	244,212

Edgar Filing: HERZFELD CARIBBEAN BASIN FUND INC - Form N-Q

12,900	Grupo Televisa, S.A. ADR	311,793
13,400	Grupo Televisa, S.A. Series CPO	64,398
9,320	Spanish Broadcasting System Inc.	24,045
1,000	Telefonos de Mexico ADR	32,870
23,800	Telefonos de Mexico, S.A. de C.V. Series A	39,831
78,600	Telefonos de Mexico, S.A. de C.V. Series L	128,884
13,900	TV Azteca, S.A. de C.V. Series CPO	7,640
Conglomerates and holdings companies - 2.42%		
250,000	Admiralty Holding Co.	2,750
5,400	Alfa, S.A. de C.V. Series A	36,495
42,595	BB Holdings Ltd.	180,070
13,000	Carlisle Group Ltd.	34,431
3,200	Corporacion Interamericana de Entretenimiento, S.A. de C.V. Series B	9,101
	20 Dermet de Mexico Com Serie B	3
11,000	Grupo Carso, S.A. de C.V. Series A1	41,949
1,580	Grupo Kuo SAB de CV	1,373
2,525	OneSource Services, Inc.	33,438
2,900	Vitro, S.A. Series A	7,200
6,000	Vitro, S.A. ADR	45,000
Construction and related - 4.91%		
47,864	Cemex, S.A. de C.V. Series CPO	142,962
5,098	Cemex S.A. de C.V. ADR	152,532
2,032	Ceramica Carabobo Class A ADR	5,677
1,580	Dine S.A.B de C.V.	1,443
17,200	Consorcio ARA, S.A. de C.V.	23,044
3,583	Empresas ICA, Sociedad Controladora, S.A. de C.V.	21,610
800	Grupo Cementos de Chihuahua, S.A. de C.V	4,894
4,000	Lennar Corp	90,600
24,950	Mastec, Inc.	351,047
Consumer products and related manufacturing - 5.92%		
800,000	Atlas Electricas, S.A	104,143
7,773	Grupo Casa Saba, S.A. ADR	295,374
12,000	Watsco Incorporated	557,160
Food, beverages and tobacco - 2.95%		
1,200	Alsea, S.A. de C.V.	1,983
7,500	Coca-Cola Femsa, S.A. de C.V. ADR	321,825
200	Coca-Cola Femsa, S.A. de C.V., Series L	858
18,900	Fomento Economico Mexicano, S.A. de C.V. Series UBD	70,417
800	Gruma S.A. de C.V. Series B	2,596
7,600	Grupo Bimbo, S.A. de C.V. Series A	42,397
7,700	Grupo Modelo, S.A. Series B	36,969
Housing - 0.09%		
1,700	Corporacion Geo S.A. de C.V., Series B	7,461
100	Desarrolladora Homex, S.A. de C.V.	926
400	Sare Holding, S.A. de C.V. Series B	603
1,500	Urbi Dessarrollos Urbanos, S.A. de C.V.	5,391
Investment companies - 4.85%		
5,500	The Mexico Fund	233,255
19,000	Western Asset Worldwide Income Fund	251,560
16,823	Western Asset Emerging Markets Debt Fund	300,122
Leisure - 7.21%		
10,500	Carnival Corp.	508,515
13,500	Royal Caribbean Cruises Ltd.	526,905
3,000	Steiner Leisure Ltd.	130,200

Edgar Filing: HERZFELD CARIBBEAN BASIN FUND INC - Form N-Q

Medical - 3.33%		
8,386	Micromet, Inc.	16,604
10,660	Orthofix International N.V.	522,020
Mining - 0.05%		
1,200	Grupo Mexico, S.A. de C.V., Series B	8,615
Pulp and paper - 0.17%		
6,100	Kimberly-Clark de Mexico, S.A. de C.V. Series A	27,497
Railroad and landholdings - 1.28%		
4,000	Norfolk South Corp	207,640
Retail - 1.24%		
3,700	Controladora Comercial Mexicana, S.A. de C.V. Series UBC	9,816
1,270	Grupo Elektra, S.A. de C.V. Series CPO	25,912
45,111	Wal-Mart de Mexico, S.A. de C.V. Series V	165,432
Service - 0.02%		
700	Grupo Aeroportuario del Sureste, S.A. de C.V. Series B	3,475
100	Promotora Ambiental S.A. de C.V.	274
Trucking and marine freight - 13.10%		
14,800	Grupo TMM, S.A. ADR	46,768
770	Seaboard Corporation	1,509,200
42,699	Trailer Bridge, Inc.	546,547
1,000	Ultrapetrol Bahamas Ltd.	16,610
Utilities - 9.60%		
12,000	Caribbean Utilities Ltd. Class A	142,800
43,241	Consolidated Water, Inc.	1,298,095
700	Cuba Electric Company	12,600
6,000	Teco energy Inc.	98,580
Other - 3.76%		
9,000	Copa Holdings	360,450
55,921	Margo Caribe, Inc.	237,664
100	Mexichem S.A. de C.V.	355
843	Siderurgica Venezolana Sivensa ADR	8,657
75	Siderurgica Venezolana Sivensa Series B	770
Total common stocks (cost \$8,446,034)		\$ 12,782,103
Bonds and fixed income - 6.17% of net assets		
165,000	Republic of Cuba - 4.5%, 1977 - in default (cost \$63,038)	--
1,000,000	U.S. Treasury Bills (cost \$997,382)	\$ 998,486
Other assets less liabilities - 14.78% of net assets		\$ 2,390,103
Net assets - 100% (applicable to 1,687,556 shares; equivalent to \$8.56 per share) (a)		\$ 16,170,692

(a) The cost for federal income tax purposes was \$9,530,783. At September 30, 2007, net unrealized gain for all securities based on tax cost was \$4,249,806. This consisted of aggregate gross unrealized appreciation for all securities in which there was an excess value over tax cost of \$4,959,454 and aggregate gross unrealized depreciation for all securities in which there was an

Edgar Filing: HERZFELD CARIBBEAN BASIN FUND INC - Form N-Q

excess of tax cost over value of \$709,648. The cost of securities owned for financial statement purposes is lower than the cost basis for income tax purposes by approximately \$24,329 due to wash sale adjustments.

ITEM 2. CONTROLS AND PROCEDURES

- (a) The registrant's principal executive and principal financial officer have concluded that the registrant's disclosure controls and procedures (as defined in Rule 30a-3(c) under the Investment Company Act of 1940, as amended (the "1940 Act") (17 CFR 270.30a-3(c))) are effective, as of a date within 90 days of the filing date of this Form N-Q that includes the disclosure required by this paragraph based on their evaluation of the controls and procedures required by Rule 30a-3(b) under the 1940 Act (17 CFR 270.30a-3(b)) and Rules 13a-15(b) or 15d-15(b) under the Securities Exchange Act of 1934 (17 CFR 240.13a-15(b) or 240.15d-15(b)).
- (b) There were no changes in the registrant's internal control over financial reporting (as defined in Rule 30a-3(d) under the 1940 Act (17 CFR 270.30a-3(d)) that occurred during the registrant's last fiscal quarter that has materially affected, or is reasonably likely to materially affect, the registrant's internal control over financial reporting.

ITEM 3. EXHIBITS

The certifications required by Rule 30a-2 of the Investment Company Act of 1940, as amended, is attached as an exhibit to this filing.

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934 Act of 1940, the registrant has duly caused this report to be signed on its behalf by the undersigned, thereunto duly authorized.

The Herzfeld Caribbean Basin Fund, Inc.

By /s/ Thomas J. Herzfeld

Thomas J. Herzfeld
Chairman and President

Date: November 16, 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.

By /s/ Thomas J. Herzfeld

Thomas J. Herzfeld
Chairman and President

Date: November 16, 2007

By /s/ Cecilia L. Gondor

Edgar Filing: HERZFELD CARIBBEAN BASIN FUND INC - Form N-Q

Cecilia L. Gondor
Treasurer

Date: November 16, 2007