

BANCROFT FUND LTD  
Form N-Q  
March 12, 2019

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 811-02151

Bancroft Fund Ltd.

(Exact name of registrant as specified in charter)

One Corporate Center

Rye, New York 10580-1422

(Address of principal executive offices) (Zip code)

Jane D. O Keeffe

Gabelli Funds, LLC

One Corporate Center

Rye, New York 10580-1422

(Name and address of agent for service)

Registrant's telephone number, including area code: 1-800-422-3554

Date of fiscal year end: October 31

Date of reporting period: January 31, 2019

Form N-Q is to be used by management investment companies, other than small business investment companies registered on Form N-5 (§§ 239.24 and 274.5 of this chapter), to file reports with the Commission, not later than 60 days after the close of the first and third fiscal quarters, pursuant to rule 30b1-5 under the Investment Company Act of 1940 (17 CFR 270.30b1-5). The Commission may use the information provided on Form N-Q in its regulatory, disclosure review, inspection, and policymaking roles.

A registrant is required to disclose the information specified by Form N-Q, and the Commission will make this information public. A registrant is not required to respond to the collection of information contained in Form N-Q

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unless the Form displays a currently valid Office of Management and Budget ( OMB ) control number. Please direct comments concerning the accuracy of the information collection burden estimate and any suggestions for reducing the burden to the Secretary, Securities and Exchange Commission, 450 Fifth Street, NW, Washington, DC 20549-0609. The OMB has reviewed this collection of information under the clearance requirements of 44 U.S.C. § 3507.

**Item 1. Schedule of Investments.**

The Schedule(s) of Investments is attached herewith.

**Bancroft Fund Ltd.****First Quarter Report January 31, 2019****(Y)our Portfolio Management Team****Thomas H. Dinsmore, CFA Jane D. O Keeffe James A.  
Dinsmore, CFA****To Our Shareholders,**

For the quarter ended January 31, 2019, the net asset value (NAV) total return of the Bancroft Fund Ltd. was 3.8%, compared with total returns of 3.3% and 3.4% for the ICE Bank of America Merrill Lynch U.S. Convertibles Index and the Bloomberg Barclays Balanced U.S. Convertibles Index, respectively. The total return for the Fund's publicly traded shares was 11.9%. The Fund's NAV per share was \$23.42, while the price of the publicly traded shares closed at \$20.98 on the NYSE American. See below for additional performance information.

Enclosed is the schedule of investments as of January 31, 2019.

**Comparative Results****Average Annual Returns through January 31, 2019 (a)(b) (Unaudited)**

	Quarter	1 Year	3 Year	5 Year	10 Year	Since Inception (04/20/71)
<b>Bancroft Fund Ltd.</b>						
<b>NAV Total Return (c)</b>	3.82%	3.78%	12.00%	7.09%	11.92%	8.85%
<b>Investment Total Return (d)</b>	11.86	4.23	16.10	9.50	12.04	9.52
ICE Bank of America Merrill Lynch U.S. Convertibles Index	3.33	3.99	12.78	7.04	12.96	N/A(e)
Bloomberg Barclays Balanced U.S. Convertibles Index	3.37	3.70	8.40	3.87	9.60	N/A(f)
Standard & Poor's (S&P) 500 Index	0.26	(2.31)	14.02	10.96	15.00	10.28(g)

(a) Returns represent past performance and do not guarantee future results. Investment returns and the principal value of an investment will fluctuate. The Fund's use of leverage may magnify the volatility of net asset value changes versus funds that do not employ leverage. When shares are sold, they may be worth more or less than their original cost. Current performance may be lower or higher than the performance data presented. Visit [www.gabelli.com](http://www.gabelli.com) for performance information as of the most recent month end. Performance returns for periods of less than one year are not annualized. NAV returns would have been lower had Gabelli Funds, LLC (the Adviser) not reimbursed certain expenses of the Fund. Investors should carefully consider the investment objectives, risks, charges, and expenses of the Fund before investing. The ICE Bank of America Merrill Lynch U.S. Convertibles Index is a market value weighted index of all dollar denominated convertible securities that are exchangeable into U.S. equities that have a market value of more than \$50 million. The Bloomberg Barclays Balanced U.S. Convertibles Index is a market value weighted index that tracks the performance of publicly placed, dollar denominated convertible securities that are between 40% and 80% sensitive to movements in their underlying common stocks. The S&P 500 Index is an unmanaged indicator of stock market performance

commonly used to represent the U.S. equity market. Dividends and interest income are considered reinvested. You cannot invest directly in an index.

- (b) The Fund's fiscal year ends on October 31.
- (c) Total returns and average annual returns reflect changes in the NAV per share, reinvestment of distributions at NAV on the ex-dividend date for the period beginning November 2015, and are net of expenses. For the period December 2008 through October 2015, distributions were reinvested on the payable date using market prices. For the period May 2006 through November 2008, distributions were reinvested on payable date using NAV. Total returns and average annual returns were adjusted for the 1987 tender offering (no adjustments were made for the 1982 and 2007 tender offers nor for the 1987 or 2003 rights offerings). Since inception return is based on an initial NAV of \$22.92.
- (d) Total returns and average annual returns reflect changes in closing market values on the NYSE American and reinvestment of distributions. Total returns and average annual returns were adjusted for the 1987 tender offering (no adjustments were made for the 1982 and 2007 tender offers nor for the 1987 or 2003 rights offerings). Since inception return is based on an initial offering price of \$25.00.
- (e) The ICE Bank of America Merrill Lynch U.S. Convertibles Index inception date is December 31, 1994.
- (f) The Bloomberg Barclays Balanced U.S. Convertibles Index inception date is January 1, 2003.
- (g) From April 30, 1971, the date closest to the Fund's inception for which data are available.

**Bancroft Fund Ltd.****Schedule of Investments January 31, 2019 (Unaudited)**

<b>Principal Amount</b>		<b>Market Value</b>
	<b>CONVERTIBLE CORPORATE BONDS 73.7%</b>	
	<b>Aerospace 2.1%</b>	
\$ 2,000,000	Aerojet Rocketdyne Holdings Inc., 2.250%, 12/15/23	\$ 3,252,778
	<b>Automotive 1.1%</b>	
685,000	NIO Inc., 4.500%, 02/01/24	673,013
1,000,000	Tesla Inc., 1.250%, 03/01/21	1,079,872
		1,752,885
	<b>Business Services 3.3%</b>	
1,500,000	Perficient Inc., 2.375%, 09/15/23(a)	1,406,700
400,000	Q2 Holdings Inc., 0.750%, 02/15/23(a)	474,339
1,040,000	RingCentral Inc., Zero Coupon, 03/15/23(a)	1,337,691
1,500,000	Square Inc., 0.500%, 05/15/23(a)	1,774,475
		4,993,205
	<b>Communications Equipment 4.3%</b>	
1,500,000	Harmonic Inc., 4.000%, 12/01/20	1,697,520
2,000,000	InterDigital, Inc., 1.500%, 03/01/20	2,203,570
2,459,000	Lumentum Holdings Inc., 0.250%, 03/15/24	2,646,068
		6,547,158
	<b>Computer Software and Services 17.0%</b>	
1,725,000		1,548,137

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	Boingo Wireless Inc., 1.000%, 10/01/23(a)	
1,000,000	Coupa Software Inc., 0.375%, 01/15/23(a)	2,005,986
2,500,000	CSG Systems International Inc., 4.250%, 03/15/36	2,579,750
1,000,000	GDS Holdings Ltd., 2.000%, 06/01/25(a)	803,236
1,987,000	IAC FinanceCo. Inc., 0.875%, 10/01/22(a)	2,948,694
1,500,000	MercadoLibre Inc., 2.000%, 08/15/28(a)	1,560,888
1,776,000	New Relic Inc., 0.500%, 05/01/23(a)	2,038,122
1,548,000	Nice Systems Inc., 1.250%, 01/15/24	2,159,122
1,701,000	Nutanix Inc., Zero Coupon, 01/15/23(a)	2,121,263
800,000	Okta Inc., 0.250%, 02/15/23(a)	1,446,000
<b>Principal Amount</b>		<b>Market Value</b>
\$ 1,500,000	PROS Holdings Inc., 2.000%, 06/01/47	\$ 1,456,901
973,000	Pure Storage Inc., 0.125%, 04/15/23(a)	951,522
1,500,000	Splunk Inc., 1.125%, 09/15/25(a)	1,619,957
1,500,000	The Priceline Group Inc., 0.350%, 06/15/20	2,138,659
514,000	Vocera Communications Inc., 1.500%, 05/15/23(a)	714,139
		26,092,376
	<b>Consumer Services 2.5%</b>	
2,000,000	Extra Space Storage LP, 3.125%, 10/01/35(a)	2,284,682
1,600,000	Quotient Technology Inc., 1.750%, 12/01/22	1,484,000
		3,768,682
	<b>Diversified Industrial 4.0%</b>	
750,000	Chart Industries Inc., 1.000%, 11/15/24(a)	1,035,413
1,749,000	Kaman Corp., 3.250%, 05/01/24	1,946,737
500,000	KBR Inc., 2.500%, 11/01/23(a)	478,125

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1,457,000	Team Inc., 5.000%, 08/01/23	1,443,341
1,000,000	TimkenSteel Corp., 6.000%, 06/01/21	1,290,800
		6,194,416
	<b>Energy and Utilities 4.1%</b>	
2,000,000	Cheniere Energy Inc., 4.250%, 03/15/45	1,497,500
1,500,000	Chesapeake Energy Corp., 5.500%, 09/15/26	1,337,383
917,000	Newpark Resources Inc., 4.000%, 12/01/21	1,055,519
3,000,000	SunPower Corp., 4.000%, 01/15/23	2,370,000
		6,260,402
	<b>Entertainment 2.8%</b>	
2,000,000	DISH Network Corp., 3.375%, 08/15/26	1,704,000
1,250,000	Gannett Co. Inc., 4.750%, 04/15/24(a)	1,378,141
1,625,000	Global Eagle Entertainment Inc., 2.750%, 02/15/35	1,156,335
		4,238,476

See accompanying notes to schedule of investments.



**Bancroft Fund Ltd.****Schedule of Investments (Continued) January 31, 2019 (Unaudited)**

<b>Principal Amount</b>		<b>Market Value</b>
<b>CONVERTIBLE CORPORATE BONDS (Continued)</b>		
<b>Financial Services 3.5%</b>		
\$ 1,250,000	Encore Capital Group Inc., 3.000%, 07/01/20	\$ 1,180,921
1,500,000	GSV Capital Corp., 4.750%, 03/28/23	1,344,965
1,000,000	Heritage Insurance Holdings Inc., 5.875%, 08/01/37	1,162,152
1,116,000	LendingTree Inc., 0.625%, 06/01/22	1,709,515
		5,397,553
<b>Health Care 14.3%</b>		
875,000	ANI Pharmaceuticals Inc., 3.000%, 12/01/19	892,332
550,000	Array BioPharma Inc., 2.625%, 12/01/24(a)	791,945
1,550,000	BioMarin Pharmaceutical Inc., 0.599%, 08/01/24	1,652,773
1,000,000	CONMED Corp., 2.625%, 02/01/24(a)	1,023,962
535,000	DexCom Inc., 0.750%, 12/01/23(a)	593,181
1,500,000	Evolent Health Inc., 1.500%, 10/15/25(a)	1,319,400
1,350,000	Exact Sciences Corp., 1.000%, 01/15/25	1,874,989
250,000	Horizon Pharma Investment Ltd., 2.500%, 03/15/22	261,738
1,566,000	Insulet Corp., 1.375%, 11/15/24(a)	1,716,182
500,000	Intercept Pharmaceuticals Inc., 3.250%, 07/01/23	495,732
500,000	Invacare Corp., 4.500%, 06/01/22	355,749
1,384,000		1,879,882

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	Neurocrine Biosciences Inc., 2.250%, 05/15/24	
1,000,000	NuVasive Inc., 2.250%, 03/15/21	1,073,025
1,500,000	Pacira Pharmaceuticals Inc., 2.375%, 04/01/22.	1,491,563
2,000,000	Paratek Pharmaceuticals Inc., 4.750%, 05/01/24(a)	1,641,964
400,000	Retrophin Inc., 2.500%, 09/15/25	354,998
1,500,000	Supernus Pharmaceuticals Inc., 0.625%, 04/01/23(a)	1,487,813
1,200,000	Teladoc Health Inc., 3.000%, 12/15/22	1,967,250
1,000,000	Theravance Biopharma Inc., 3.250%, 11/01/23	1,044,594
		21,919,072

**Principal  
Amount**

**Market  
Value**

	<b>Metals and Mining 0.7%</b>	
\$ 500,000	Arconic Inc., 1.625%, 10/15/19	\$ 493,500
600,000	Royal Gold Inc., 2.875%, 06/15/19	601,530
		1,095,030
	<b>Semiconductors 9.4%</b>	
750,000	Advanced Micro Devices Inc., 2.125%, 09/01/26	2,347,615
1,500,000	Cypress Semiconductor Corp., 4.500%, 01/15/22	1,838,573
1,500,000	Inphi Corp., 1.125%, 12/01/20	1,747,161
2,000,000	Knowles Corp., 3.250%, 11/01/21	2,213,816
500,000	NXP Semiconductors NV, 1.000%, 12/01/19	516,358
2,386,000	Rambus Inc., 1.375%, 02/01/23	2,136,839
1,309,000	Silicon Laboratories Inc., 1.375%, 03/01/22	1,395,750
1,750,000	Teradyne Inc., 1.250%, 12/15/23	2,283,400
		14,479,512
	<b>Telecommunications 3.2%</b>	
2,000,000		1,510,996

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	Infinera Corp., 2.125%, 09/01/24	
2,000,000	Twilio Inc., 0.250%, 06/01/23(a)	3,392,764
		4,903,760
	<b>Transportation 1.4%</b>	
2,000,000	Atlas Air Worldwide Holdings Inc., 2.250%, 06/01/22	2,087,500
	<b>TOTAL CONVERTIBLE CORPORATE BONDS</b>	<b>112,982,805</b>

See accompanying notes to schedule of investments.

**Bancroft Fund Ltd.**

**Schedule of Investments (Continued) January 31, 2019 (Unaudited)**

Shares	Market
Value	
<b>CONVERTIBLE PREFERRED STOCKS 6.8%</b>	