

CORNERSTONE STRATEGIC VALUE FUND INC/ NEW  
 Form N-Q  
 May 25, 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)

Jodi Levine

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: March 31, 2007  
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ITEM 1: SCHEDULE OF INVESTMENTS

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CORNERSTONE STRATEGIC VALUE FUND, INC.  
 SCHEDULE OF INVESTMENTS -- MARCH 31, 2007 (UNAUDITED)

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DESCRIPTION	NO. OF SHARES	VALUE
-----		
EQUITY SECURITIES - 99.40%		
CLOSED-END FUNDS - 1.16%		
Adams Express Company	49,500	\$ 693,990
General American Investors Company	3,000	110,520
Liberty All-Star Equity Fund ^	67,300	572,050
Liberty All-Star Growth Fund, Inc.	26,300	144,124
		-----
		1,520,684
		-----

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CONSUMER DISCRETIONARY - 10.79%		
Amazon.com, Inc. *	5,500	218,845
Bed Bath & Beyond Inc. *	4,200	168,714
Best Buy Co., Inc.	3,625	176,610
Carnival Corporation	11,800	552,948
Clear Channel Communications, Inc.	3,300	115,632
Coach, Inc. *	3,500	175,175
Comcast Corporation, Class A *	28,555	741,002
D.R. Horton, Inc.	3,000	66,000
Federated Department Stores, Inc.	11,052	497,893
Fortune Brands, Inc.	3,500	275,870
Gannett Co., Inc.	3,500	197,015
Gap, Inc. (The)	12,200	209,962
Goodyear Tire & Rubber Company (The) *	4,500	140,355
Harley-Davidson, Inc.	4,400	258,500
Hilton Hotels Corporation	6,200	222,952
Home Depot, Inc. (The)	23,100	848,694
J.C. Penney Company, Inc. ^	4,500	369,720
Johnson Controls, Inc.	2,500	236,550
Kohl's Corporation *	2,500	191,525
Lowe's Companies, Inc. ^	22,400	705,376
Marriott International, Inc., Class A ^	4,200	205,632
Mattel, Inc.	5,500	151,635
McDonald's Corporation	15,100	680,255
News Corporation, Class A	23,000	531,760
NIKE, Inc., Class B	7,300	775,698
Omnicom Group Inc.	6,600	675,708
Sears Holdings Corporation *	503	90,620
Staples, Inc.	10,800	279,072
Starbucks Corporation *	5,800	181,888
Target Corporation	11,800	699,268
Time Warner Inc.	76,000	1,498,720
TJX Companies, Inc. (The)	3,000	80,880
Toyota Motor Corporation ^ ADR	2,500	320,400
Viacom Inc., Class B *	9,450	388,490
Walt Disney Company (The)	27,200	936,496
Wyndham Worldwide Corp *	3,100	105,865
Yum! Brands, Inc.	3,000	173,280
		-----
		14,145,005
		-----
CONSUMER STAPLES - 10.00%		
Altria Group, Inc.	22,300	1,958,163
Anheuser-Busch Companies, Inc.	6,200	312,852

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DESCRIPTION	NO. OF SHARES	VALUE
Archer-Daniels-Midland Company ^	9,460	347,182
Campbell Soup Company ^	2,000	77,900
Coca-Cola Company (The)	27,000	1,296,000
Colgate-Palmolive Company	3,400	227,086
ConAgra Foods, Inc.	6,900	171,879
Costco Wholesale Corporation	6,500	349,960
CVS Corporation	29,030	991,084
General Mills, Inc.	12,000	698,640

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H.J. Heinz Company	4,000	188,480
Kimberly-Clark Corporation	5,500	376,695
Kroger Co. (The) ^	13,800	389,850
PepsiCo, Inc.	21,100	1,341,116
Procter & Gamble Company (The)	41,297	2,608,319
Sara Lee Corporation	4,500	76,140
Sysco Corporation	9,800	331,534
Walgreen Co.	14,300	656,227
Wal-Mart Stores, Inc.	15,100	708,945
		-----
		13,108,052
		-----
ENERGY - 9.79%		
Anadarko Petroleum Corp. ^	2,600	111,748
Baker Hughes Incorporated	10,600	700,978
BJ Services Company	3,500	97,650
Chevron Corporation ^	24,532	1,814,387
ConocoPhillips ^	14,474	989,298
Devon Energy Corporation	5,000	346,100
Exxon Mobil Corporation	73,500	5,545,572
Halliburton Company	6,700	212,658
Marathon Oil Corp.	7,500	741,225
Occidental Petroleum Corporation	16,000	788,960
Schlumberger Limited	17,500	1,209,250
XTO Energy, Inc.	5,000	274,050
		-----
		12,831,876
		-----
FINANCIALS - 20.60%		
AFLAC Incorporated	7,000	329,420
Allstate Corporation (The)	9,300	558,558
American Express Company	19,600	1,105,440
American International Group, Inc.	21,331	1,433,870
Aon Corporation	4,900	186,004
Bank of America Corporation	59,138	3,017,221
Bank of New York Company, Inc. (The)	11,400	462,270
BB&T Corporation	4,000	164,080
Bear Stearns Companies, Inc. (The)	2,500	375,875
CB Richard Ellis Group, Inc.- Class A *	6,500	222,170
Charles Schwab Corporation (The)	6,000	109,740
Chubb Corporation (The)	4,100	211,847
Citigroup Inc.	54,300	2,787,762
Fannie Mae	6,500	354,770
Franklin Resources, Inc.	3,700	447,071
Freddie Mac	2,900	172,521
Goldman Sachs Group, Inc. (The)	7,300	1,508,399
Hartford Financial Services Group, Inc. (The)	6,000	573,480
JPMorgan Chase & Co.	36,632	1,772,256
Lehman Brothers Holdings Inc.	7,200	504,504

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DESCRIPTION	NO. OF SHARES	VALUE
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Marsh & McLennan Companies, Inc. ^	6,000	175,740

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Merrill Lynch & Co., Inc.	7,200	588,024
Metlife, Inc.	15,200	959,880
Morgan Stanley	15,500	1,220,780
National City Corporation	12,700	473,075
PNC Financial Services Group, Inc.	4,600	331,062
Prudential Financial, Inc.	10,700	965,782
State Street Corporation ^	3,500	226,625
SunTrust Banks, Inc.	7,600	631,104
Travelers Companies, Inc. (The)	9,476	490,573
U.S. Bancorp	28,401	993,183
UnumProvident Corporation	8,100	186,543
Wachovia Corporation	19,600	1,078,980
Washington Mutual, Inc.	11,550	466,389
Wells Fargo & Company	48,400	1,666,412
Western Union Company	11,324	248,562
		-----
		26,999,972
		-----
HEALTHCARE - 11.47%		
Abbott Laboratories ^	28,000	1,562,400
Aetna Inc.	6,000	262,740
Amgen Inc. *	22,400	1,251,712
Applera Corporation	8,000	236,560
Baxter International Inc.	5,000	263,350
Becton, Dickinson and Company	6,900	530,541
Biogen Idec Inc. *	5,500	244,090
Boston Scientific Corporation ^ *	3,551	51,632
Bristol-Myers Squibb Company ^	18,500	513,560
Cardinal Health, Inc. ^	2,950	215,202
Eli Lilly and Company	4,700	252,437
Gilead Sciences, Inc. *	3,500	267,750
IMS Health Incorporated	7,400	219,484
Johnson & Johnson ^	40,900	2,464,634
McKesson Corporation	5,300	310,262
Medco Health Solutions, Inc. *	6,687	485,008
Medtronic, Inc. ^	19,000	932,140
Merck & Co. Inc.	17,500	772,975
Pfizer Inc. ^	36,060	910,876
Schering-Plough Corporation ^	17,500	446,425
UnitedHealth Group Incorporated ^	17,000	900,490
WellPoint Inc. ^ *	11,500	932,650
Wyeth	20,200	1,010,606
		-----
		15,037,524
		-----
INDUSTRIALS - 10.65%		
3M Co.	9,400	718,442
Boeing Company (The)	9,200	817,972
Burlington Northern Santa Fe Corporation	2,900	233,247
Caterpillar Inc.	9,300	623,379
CSX Corporation	10,000	400,500
Danaher Corporation ^	3,500	250,075
Emerson Electric Co.	12,000	517,080
FedEx Corp.	4,500	483,435
General Dynamics Corporation ^	6,200	473,680
General Electric Company	100,900	3,567,824

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DESCRIPTION	NO. OF SHARES	VALUE
Honeywell International Inc.	12,500	575,750
Illinois Tool Works Inc.	13,300	686,280
Ingersoll-Rand Company Ltd. Class A	7,000	303,590
Lockheed Martin Corporation	4,000	388,080
Masco Corporation	4,200	115,080
Norfolk Southern Corporation	5,500	278,300
Northrop Grumman Corporation	5,000	371,100
Rockwell Automation, Inc. ^	2,500	149,675
Southwest Airlines Co.	5,700	83,790
Textron Inc.	4,500	404,100
Tyco International Ltd.	10,397	328,025
Union Pacific Corporation	2,000	203,100
United Parcel Service, Inc., Class B	9,600	672,960
United Technologies Corporation	11,000	715,000
Waste Management, Inc.	17,300	595,293
		-----
		13,955,757
		-----
INFORMATION TECHNOLOGY - 14.63%		
Adobe Systems Incorporated *	4,200	175,140
Agilent Technologies Inc. *	8,000	269,520
Analog Devices, Inc.	3,500	120,715
Apple Computer, Inc. *	3,000	278,730
Applied Materials, Inc.	33,800	619,216
Automatic Data Processing, Inc.	15,400	745,360
Cisco Systems, Inc. *	82,900	2,116,437
Corning Incorporated *	8,000	181,920
Dell Inc. *	4,700	109,087
eBay Inc. ^ *	8,500	281,775
Electronic Arts Inc. *	5,000	251,800
Electronic Data Systems Corporation	5,000	138,400
EMC Corporation *	183,648	2,543,525
First Data Corporation	15,824	425,666
Google Inc. *	2,500	1,145,400
Hewlett-Packard Company	19,900	798,786
Intel Corporation	69,500	1,329,535
International Business Machines Corporation	12,600	1,187,676
Micron Technology, Inc. *	11,500	138,920
Microsoft Corporation	109,200	3,043,404
Motorola, Inc.	22,700	401,109
Oracle Corporation ^ *	44,272	802,651
QUALCOMM Inc.	17,000	725,220
Sun Microsystems, Inc. *	7,500	45,075
Texas Instruments Incorporated	23,900	719,390
Yahoo! Inc. *	18,800	588,252
		-----
		19,182,709
		-----
MATERIALS - 2.59%		
Air Products & Chemicals, Inc.	1,000	73,960
Alcoa Inc.	16,900	572,910
Dow Chemical Company (The)	15,400	706,244
E. I. du Pont de Nemours and Company	14,800	731,564
International Paper Company ^	10,500	382,200
Monsanto Company ^	10,160	558,394
Newmont Mining Corporation	3,000	125,970
Praxair, Inc.	3,000	188,880

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DESCRIPTION	NO. OF SHARES	VALUE
Rohm and Hass Company ^	1,000	51,720
		----- 3,391,842 -----
REAL ESTATE INVESTMENT TRUST - 0.55%		
Simon Property Group, Inc.	6,500	723,125
		----- 723,125 -----
TELECOMMUNICATION SERVICES - 3.46%		
ALLTEL Corporation	4,000	248,000
AT&T Inc.	56,539	2,229,333
Sprint Nextel Corporation	25,946	491,936
Verizon Communications Inc.	41,300	1,566,096
		----- 4,535,365 -----
UTILITIES - 3.71%		
American Electric Power Company, Inc.	8,000	390,000
CenterPoint Energy, Inc. ^	10,000	179,400
Dominion Resources, Inc.	4,600	408,342
Duke Energy Corporation	15,800	320,582
Edison International ^	6,500	319,345
Exelon Corporation	6,000	412,260
FirstEnergy Corp.	5,000	331,200
FPL Group, Inc. ^	4,000	244,680
PG&E Corporation	9,000	434,430
Public Service Enterprise Group Incorporated	6,000	498,240
Southern Company (The)	11,900	436,135
TXU Corp.	12,400	794,840
Williams Companies, Inc. (The)	3,500	99,610
		----- 4,869,064 -----
TOTAL EQUITY SECURITIES (cost - \$101,052,382)		----- 130,300,975 -----
		----- PRINCIPAL AMOUNT 000'S -----
SHORT-TERM INVESTMENTS - 3.81%		
REPURCHASE AGREEMENTS - 3.81%		
Bear, Stearns & Co. Inc. + ++ (Agreements dated 3/30/2007 to be repurchased at \$2,724,914, 2.7187%, 4/2/2007, collateralized by \$2,790,616 in United States Treasury Notes)	\$ 2,724	\$2,724,297
Bear, Stearns & Co. Inc. + ++ (Agreements dated 3/30/2007 to be repurchased at \$1,454,909, 5.4375%, 4/2/2007, collateralized by \$1,488,328 in United States Treasury Notes)	1,454	1,454,250

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Bear, Stearns & Co. Inc. (Agreements dated 3/30/2007 to be repurchased at \$811,255, 5.1000%, 4/2/2007, collateralized by \$833,739 in United States Treasury Notes)	811	810,910
		----- 4,989,457 -----
TOTAL SHORT-TERM INVESTMENTS (cost - \$4,989,457)		4,989,457 -----
TOTAL INVESTMENTS - 103.21% (cost - \$106,041,839)		135,290,432 -----
LIABILITIES IN EXCESS OF OTHER ASSETS - (3.21)%		(4,210,021) -----
NET ASSETS - 100.00%		\$131,080,411 =====

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ADR American Depositary Receipt

- \* Non-income producing security.
- + Stated interest rate, before rebate earned by borrower of securities on loan.
- ++ Represents investment purchased with collateral received for securities on loan.
- ^ Security or a portion thereof is out on loan.

Federal Income Tax Cost: At March 31, 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 \$106,097,773, \$30,325,569, (\$1,132,910), \$29,192,659, respectively.

Securities valuation policies and other investment related disclosures are hereby incorporated by reference to the Fund's annual report previously filed with the Securities and Exchange Commission on the Form N-CSR on March 9, 2007 with a file number 811-05150.

Other information regarding the Fund is available in the Fund's most recent annual report filed with the Securities and Exchange Commission on Form N-CSR on March 9, 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>.

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ITEM 2: CONTROLS AND PROCEDURES

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(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

-----  
Name: Ralph W. Bradshaw  
Title: Principal Executive Officer  
Date: May 25, 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

-----  
Name: Ralph W. Bradshaw  
Title: Principal Executive Officer  
Date: May 25, 2007

/s/ Jodi B. Levine

-----  
Name: Jodi B. Levine  
Title: Principal Financial Officer  
Date: May 25, 2007