

CORNERSTONE STRATEGIC VALUE FUND INC/ NEW
 Form N-Q
 May 23, 2008

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 A. 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, 2008

Date of reporting period: March 31, 2008

ITEM 1: SCHEDULE OF INVESTMENTS

=====

CORNERSTONE STRATEGIC VALUE FUND, INC.
 SCHEDULE OF INVESTMENTS -- MARCH 31, 2008 (UNAUDITED)

=====

DESCRIPTION	NO. OF SHARES	VALUE

EQUITY SECURITIES - 99.54%		
CLOSED-END FUNDS - 1.52%		
Adams Express Company (a)	49,500	\$ 620,235
Boulder Growth & Income Fund Inc. ^	4,600	38,042
Dreman/Claymore Dividend & Income Fund	4,300	61,791
General American Investors Company	3,000	95,370
Liberty All-Star Equity Fund	96,330	615,549
Zweig Fund, Inc.	29,000	133,110

		1,564,097

Edgar Filing: CORNERSTONE STRATEGIC VALUE FUND INC/ NEW - Form N-Q

CONSUMER DISCRETIONARY - 7.80%		
Amazon.com, Inc. *	5,500	392,150
Carnival Corporation	6,300	255,024
Clear Channel Communications, Inc.	3,300	96,426
Comcast Corporation, Class A	28,555	552,254
Gap, Inc. (The)	12,200	240,096
Home Depot, Inc. (The)	15,600	436,332
J.C. Penney Company, Inc.	4,500	169,695
Johnson Controls, Inc.	7,500	253,500
Lowe's Companies, Inc.	11,900	272,986
McDonald's Corporation	18,600	1,037,322
News Corporation, Class A	23,000	431,250
NIKE, Inc., Class B	6,100	414,800
Omnicom Group Inc.	6,200	273,916
Staples, Inc.	10,800	238,788
Starbucks Corporation *	2,800	49,000
Target Corporation	6,800	344,624
Time Warner Inc.	43,500	609,870
TJX Companies, Inc. (The)	3,000	99,210
Toyota Motor Corporation ADR	2,500	252,225
Viacom Inc., Class B *	9,450	374,409
Walt Disney Company (The)	38,700	1,214,406

		8,008,283

CONSUMER STAPLES - 11.91%		
Altria Group, Inc	13,300	295,260
Anheuser-Busch Companies, Inc.	6,200	294,190
Archer-Daniels-Midland Company	3,960	162,994
Coca-Cola Company (The)	41,000	2,495,670
Colgate-Palmolive Company	6,400	498,624
ConAgra Foods, Inc.	10,900	261,055
CVS Corporation	10,430	422,519
General Mills, Inc.	5,000	299,400
H.J. Heinz Company	4,000	187,880
Kimberly-Clark Corporation	10,500	677,775
Kraft Foods Inc, Class A	10,932	339,001
Kroger Co. (The)	13,800	350,520
PepsiCo, Inc.	11,100	801,420
Philip Morris International Inc. *	13,300	672,714
Procter & Gamble Company (The)	37,797	2,648,436
Sysco Corporation	9,800	284,396
Walgreen Co.	19,800	754,182
Wal-Mart Stores, Inc.	15,100	795,468

		12,241,504

ENERGY - 13.87%		
Baker Hughes Incorporated	10,600	726,100
BJ Services Company	3,500	99,785
Chevron Corporation	28,032	2,392,812
ConocoPhillips	10,474	798,224
ENSCO International Incorporated	2,500	156,550
Exxon Mobil Corporation	70,500	5,962,888
Halliburton Company	13,200	519,156
Marathon Oil Corp.	15,000	684,000
Noble Corporation	2,500	124,175
Occidental Petroleum Corporation	10,500	768,285
Schlumberger Limited	11,500	1,000,500
Transocean Inc.	2,500	338,000
Valero Energy Corporation	6,000	294,660
XTO Energy, Inc.	6,250	386,625

Edgar Filing: CORNERSTONE STRATEGIC VALUE FUND INC/ NEW - Form N-Q

		14,251,760

FINANCIALS - 12.90%		
AFLAC Incorporated	7,000	454,650
Allstate Corporation (The)	6,800	326,808
American Express Company	14,600	638,312
American International Group, Inc.	12,831	554,941
Bank of America Corporation	36,138	1,369,992
Bank of New York Mellon Corporation	8,254	344,439
BB&T Corporation	4,000	128,240
CB Richard Ellis Group, Inc., Class A *	9,000	194,760
Charles Schwab Corporation (The)	6,000	112,980
Chubb Corporation (The)	4,100	202,868
Citigroup Inc.	25,300	541,926
Fannie Mae	4,000	105,280
Freddie Mac	5,400	136,728
Goldman Sachs Group, Inc. (The)	4,800	793,872
Hartford Financial Services Group, Inc. (The)	6,000	454,620
JPMorgan Chase & Co.	31,132	1,337,119
Lehman Brothers Holdings Inc.	4,700	176,908
Marsh & McLennan Companies, Inc.	6,000	146,100
Merrill Lynch & Co., Inc.	4,700	191,478
Metlife, Inc.	15,200	915,952
Morgan Stanley	7,000	319,900
PNC Financial Services Group, Inc.	4,600	301,622
Prudential Financial, Inc.	4,200	328,650
State Street Corporation	3,500	276,500
SunTrust Banks, Inc.	5,000	275,700
Travelers Companies, Inc. (The)	9,476	453,427
U.S. Bancorp	21,901	708,716
Wachovia Corporation	22,100	596,700
Wells Fargo & Company	29,900	870,090

		13,259,278

HEALTHCARE - 10.97%		
Abbott Laboratories	11,200	617,680
Aetna Inc.	6,000	252,540
Amgen Inc. *	9,900	413,622
Baxter International Inc.	5,000	289,100
Becton, Dickinson and Company	4,400	377,740
Biogen Idec Inc. *	3,000	185,070
Bristol-Myers Squibb Company	25,500	543,150
Cardinal Health, Inc.	2,950	154,904
Covidien Limited	2,599	115,006
Eli Lilly and Company	4,700	242,473
Gilead Sciences, Inc. *	7,000	360,710
Johnson & Johnson	40,900	2,653,183
McKesson Corporation	2,800	146,636
Medtronic, Inc.	14,500	701,365
Merck & Co. Inc.	17,500	664,125
Pfizer Inc.	43,560	911,711
Schering-Plough Corporation	29,000	417,890
Stryker Corporation	3,500	227,675
UnitedHealth Group Incorporated	22,000	755,920
WellPoint Inc. *	9,000	397,170
Wyeth	20,200	843,552

		11,271,222

Edgar Filing: CORNERSTONE STRATEGIC VALUE FUND INC/ NEW - Form N-Q

INDUSTRIALS - 13.18%

3M Co.	9,400	744,010
Boeing Company (The)	4,200	312,354
Burlington Northern Santa Fe Corporation	5,400	497,988
Caterpillar Inc.	6,800	532,372
CSX Corporation	6,500	364,455
Danaher Corporation	3,500	266,105
Deere & Company	5,000	402,200
Emerson Electric Co.	12,000	617,520
FedEx Corp.	2,000	185,340
General Dynamics Corporation	3,200	266,784
General Electric Company	100,900	3,734,309
Honeywell International Inc.	16,000	902,720
Illinois Tool Works Inc.	13,300	641,459
Ingersoll-Rand Company Ltd., Class A	4,500	200,610
Lockheed Martin Corporation	4,000	397,200
Norfolk Southern Corporation	5,500	298,760
Northrop Grumman Corporation	2,500	194,525
Precision Castparts Corp.	2,500	255,200
Raytheon Company	11,000	710,710
Union Pacific Corporation	2,000	250,760
United Parcel Service, Inc., Class B	9,600	700,992
United Technologies Corporation	11,000	757,020
Waste Management, Inc.	9,300	312,108

13,545,501

INFORMATION TECHNOLOGY - 16.61%

Adobe Systems Incorporated *	4,200	149,478
Agilent Technologies Inc. *	4,000	119,320
Apple Computer, Inc. *	8,500	1,219,750
Applied Materials, Inc.	24,800	483,848
Automatic Data Processing, Inc.	11,900	504,441
Cisco Systems, Inc. *	57,900	1,394,811
Corning Incorporated	16,500	396,660
Dell Inc. *	4,700	93,624
eBay Inc. *	8,500	253,640
EMC Corporation *	79,648	1,142,152
Google Inc. *	5,500	2,422,585
Hewlett-Packard Company	19,900	908,634
Intel Corporation	60,500	1,281,390
International Business Machines Corporation	12,600	1,450,764
Microsoft Corporation	87,200	2,474,736
Motorola, Inc.	10,000	93,000
Oracle Corporation *	48,272	944,200
QUALCOMM Inc.	13,000	533,000
Sun Microsystems, Inc. *	1,875	29,119
Texas Instruments Incorporated	26,400	746,328
Yahoo! Inc. *	14,800	428,164

17,069,644

MATERIALS - 3.75%

Alcoa Inc.	16,900	609,414
Dow Chemical Company (The)	5,400	198,990
E. I. du Pont de Nemours and Company	17,300	808,948
Freeport-McMoRan Copper & Gold, Inc.	7,500	721,650
International Paper Company	15,500	421,600
Monsanto Company	5,660	631,090

Edgar Filing: CORNERSTONE STRATEGIC VALUE FUND INC/ NEW - Form N-Q

Praxair, Inc.	5,500	463,265

		3,854,957

REAL ESTATE INVESTMENT TRUST - 0.36%		
Simon Property Group, Inc.	4,000	371,640

TELECOMMUNICATION SERVICES - 3.40%		
AT&T Inc.	56,539	2,165,444
Sprint Nextel Corporation	10,946	73,229
Verizon Communications Inc.	34,300	1,250,235

		3,488,908

UTILITIES - 3.27%		
American Electric Power Company, Inc.	8,000	333,040
Dominion Resources, Inc.	14,200	579,928
Duke Energy Corporation	15,800	282,030
Edison International	9,000	441,180
Exelon Corporation	3,000	243,810
FirstEnergy Corp.	5,000	343,100
FPL Group, Inc.	4,000	250,960
PG&E Corporation	5,000	184,100
Public Service Enterprise Group Incorporated	7,000	281,330
Southern Company (The)	11,900	423,759

		3,363,237

TOTAL EQUITY SECURITIES		
(cost - \$87,748,662)		102,290,031

		PRINCIPAL
		AMOUNT
		(000'S)

SHORT-TERM INVESTMENTS - 0.57%		
MONEY MARKET SECURITY - 0.54%		
JPMorgan U.S. Government Money Market Fund	\$ 552	551,815

REPURCHASE AGREEMENT - 0.03%		
Bear, Stearns & Co. Inc. + ++		
(Agreement dated 3/31/2008 to		
be repurchased at \$37,953, 3.00%,		
4/1/2008, collateralized by \$40,047		
in United States Treasury Bonds)	38	37,950

TOTAL SHORT-TERM INVESTMENTS		
(cost - \$589,765)		589,765

TOTAL INVESTMENTS - 100.11%		
(cost - \$88,338,427)		102,879,796

LIABILITIES IN EXCESS OF OTHER ASSETS - (0.11)%		(116,280)

NET ASSETS - 100.00%		\$ 102,763,516
		=====

Edgar Filing: CORNERSTONE STRATEGIC VALUE FUND INC/ NEW - Form N-Q

(a) Affiliated investment. The Fund holds 0.60% (based on net assets) of Adams Express Company. A director of the Fund also serves as a director to such company. During the three months ended March 31, 2008 there were no purchases or sales of this security.

- ^ 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 March 31, 2008 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 \$88,338,427, \$20,441,656, \$(5,900,287), and \$14,541,369, respectively.

The Fund adopted Financial Accounting Standards Board Statement of Financial Accounting Standards No. 157, Fair Value Measurements ("FAS 157"), effective January 1, 2008. In accordance with FAS 157, fair value is defined as the price that the Fund would receive upon selling an investment in a timely transaction to an independent buyer in the principal or most advantageous market of the investment. FAS 157 established a three-tier hierarchy to maximize the use of observable market data and minimize the use of unobservable inputs and to establish classification of fair value measurements for disclosure purposes. Inputs refer broadly to the assumptions that market participants would use in pricing the asset or liability, including assumptions about risk, for example, the risk inherent in a particular valuation technique used to measure fair value including such a pricing model and/or the risk inherent in the inputs to the valuation technique. Inputs may be observable or unobservable. Observable inputs are inputs that reflect the assumptions market participants would use in pricing the asset or liability developed based on market data obtained from sources independent of the reporting entity. Unobservable inputs are inputs that reflect the reporting entity's own assumptions about the assumptions market participants would use in pricing the asset or liability developed based on the best information available in the circumstances. The three-tier hierarchy of inputs is summarized in the three broad Levels listed below.

- o Level 1 - quoted prices in active markets for identical investments
- o Level 2 - other significant observable inputs (including quoted prices for similar investments, interest rates, prepayment speeds, credit risk, etc.)
- o Level 3 - significant unobservable inputs (including the Fund's own assumptions in determining the fair value of investments)

The inputs or methodology used in valuing securities are not necessarily an indication of the risk associated with investing in those securities.

The following is a summary of the inputs used as of March 31, 2008 in valuing the Fund's investments carried at value:

VALUATION INPUTS	INVESTMENTS IN SECURITIES	OTHER FINANCIAL INSTRUMENTS*
Level 1 - Quoted Prices	\$102,290,031	\$ --
Level 2 - Other Significant Observable Inputs	589,765	--
Level 3 - Significant Unobservable Inputs	--	--
	-----	-----

Edgar Filing: CORNERSTONE STRATEGIC VALUE FUND INC/ NEW - Form N-Q

TOTAL \$102,879,796 \$ --
=====

*Other financial instruments include futures, forwards and swap contracts.

The Fund did not have any assets or liabilities that were measured at fair value on a recurring basis using significant unobservable inputs (Level 3) at March 31, 2008.

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 10, 2008 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 10, 2008, 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

Name: Ralph W. Bradshaw
Title: Principal Executive Officer
Date: May 23, 2008

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

Edgar Filing: CORNERSTONE STRATEGIC VALUE FUND INC/ NEW - Form N-Q

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 23, 2008

/s/ Kayadti A. Madison

Name: Kayadti A. Madison
Title: Principal Financial Officer
Date: May 23, 2008