

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

HERZFELD CARIBBEAN BASIN FUND INC

Form N-Q

May 04, 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: 06/30/07

-----  
 Date of reporting period: 03/31/07

ITEM 1. SCHEDULE OF INVESTMENTS

SCHEDULE OF INVESTMENTS AS OF MARCH 31, 2007 (unaudited)

Shares or Principal Amount	Description	Market Value
-----		
Common stocks - 96.61% of net assets		
Banking and finance - 4.91%		
8,500	Bancolombia, S.A	\$ 235,365
19,720	Banco Latinoamericano de Exportaciones, S.A	328,141
30,000	Doral Financial Corp.	49,200
16,400	Grupo Financiero Banorte, S.A. de C.V. Series O	77,900
9,900	Grupo Financiero Inbursa, S.A. de C.V. Series O	19,421
Communications - 14.50%		
35,600	America Movil, S.A. de C.V. Series A	85,423
50,891	America Movil, S.A. de C.V. Series L	121,790
2,000	America Movil, S.A.B de C.V.	95,580
10,250	Atlantic Tele-Network, Inc.	267,833
11,900	Carso Global Telecom, S.A. de C.V. Series A1	54,255
141,000	Fuego Entertainment, Inc.	19,740
10,000	Garmin Ltd.	541,500
725	Grupo Iusacell, S.A. de C.V.	11,655
16,800	Grupo Radio Centro, S.A. de C.V. ADR	214,704

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

12,900	Grupo Televisa, S.A. ADR	384,420
13,400	Grupo Televisa, S.A. Series CPO	79,995
1,000	Telefonos de Mexico S.A. de C.V. ADR	33,400
23,800	Telefonos de Mexico, S.A. de C.V. Series A	39,773
78,600	Telefonos de Mexico, S.A. de C.V. Series L	131,708
13,900	TV Azteca, S.A. de C.V. Series CPO	13,003
Conglomerates and holdings companies - 2.62%		
250,000	Admiralty Holding Co.	3,750
5,400	Alfa, S.A. de C.V. Series A	39,510
42,595	BB Holdings Ltd.	177,018
13,000	Carlisle Group Ltd.	26,567
3,200	Corporacion Interamericana de Entretenimiento, S.A. de C.V. Series B	9,012
1,580	Desc, S.A. de C.V. Series B	2,683
11,000	Grupo Carso, S.A. de C.V. Series A1	40,661
600	Grupo Imsa, S.A.B. de C.V. Series UBC	2,937
2,525	OneSource Services, Inc.	30,936
3,300	U.S. Commercial Corp., S.A. de C.V.	405
2,900	Vitro, S.A. Series A	6,400
6,000	Vitro, S.A. ADR	38,580
Construction and related - 3.92%		
46,718	Cemex, S.A. de C.V. Series CPO	153,768
4,000	Cemex, S.A. de C.V. ADR	131,000
2,032	Ceramica Carabobo Class A ADR	2,541
17,200	Consorcio ARA, S.A. de C.V.	29,681
3,583	Empresas ICA, Sociedad Controladora, S.A. de C.V.	13,879
800	Grupo Cementos de Chihuahua, S.A. de C.V.	4,152
20,950	Mastec, Inc.	230,660
Consumer products and related manufacturing - 6.03%		
800,000	Atlas Electricas, S.A	61,678
5,900	Grupo Casa Saba, S.A. ADR	196,104
12,000	Watsco Incorporated	612,840
Food, beverages and tobacco - 2.18%		
1,200	Alsea, S.A. de C.V.	2,229
4,500	Coca-Cola Femsa, S.A. de C.V. ADR	162,540
200	Coca-Cola Femsa, S.A. de C.V., Series L	727
6,300	Fomento Economico Mexicano, S.A. de C.V. Series UBD	69,680
800	Gruma S.A. de C.V. Series B	2,529
7,600	Grupo Bimbo, S.A. de C.V. Series A	38,323
7,700	Grupo Modelo, S.A. de C.V. Series C	39,547
Housing - 0.12%		
1,700	Corporacion Geo S.A. de C.V., Series B	9,881
100	Desarrolladora Homex, S.A. de C.V.	970
400	Sare Holding, S.A. de C.V. Series B	663
1,500	Urbi Dessarrollos Urbanos, S.A. de C.V.	6,219
Investment companies - 4.55%		
1,000	iShares MSCI Mexico Index Fund	54,320
1,400	Latin America Equity Fund	61,726
1,000	The Mexico Fund	39,760
19,000	Western Asset Worldwide Income Fund	259,350
13,575	Western Asset Emerging Markets Debt Fund	241,907
Leisure - 7.34%		
10,500	Carnival Corp.	492,030
13,500	Royal Caribbean Cruises Ltd.	569,160

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

Medical - 3.57%		
8,386	Micromet, Inc.	22,642
9,660	Orthofix International N.V.	493,143
Mining - 0.04%		
1,200	Grupo Mexico, S.A. de C.V., Series B	5,558
Pulp and paper - 0.19%		
6,100	Kimberly-Clark de Mexico, S.A. de C.V. Series A	27,285
Railroad and landholdings - 18.01%		
41,500	Florida East Coast Industries Inc.	2,601,635
Retail - 1.54%		
3,700	Controladora Comercial Mexicana, S.A. de C.V. Series UBC	10,417
1,380	Grupo Elektra, S.A. de C.V. Series CPO	21,495
44,612	Wal-Mart de Mexico, S.A. de C.V. Series V	190,960
Service - 0.02%		
700	Grupo Aeroportuario del Sureste, S.A. de C.V. Series B	3,312
100	Promotora Ambiental S.A. de C.V.	214
Trucking and marine freight - 13.84%		
14,800	Grupo TMM, S.A. ADR	41,588
700	Seaboard Corporation	1,582,000
42,699	Trailer Bridge, Inc.	375,324
Utilities - 8.58%		
12,000	Caribbean Utilities Ltd. Class A	142,200
42,241	Consolidated Water, Inc.	1,001,534
700	Cuba Electric Company	10,500
5,000	Teco Energy Inc.	86,050
Other - 4.65%		
8,000	Copa Holdings, S.A.	411,920
55,921	Margo Caribe, Inc.	251,645
100	Mexichem S.A. de C.V.	262
843	Siderurgica Venezolana Sivensa ADR	2,699
75	Siderurgica Venezolana Sivensa Series B	240
45,000	Xcelera, Inc.	4,500
Total common stocks (cost \$8,168,691)		\$ 13,958,252
Bonds - 0% of net assets		
165,000	Republic of Cuba - 4.5%, 1977 - in default (cost \$63,038)	--
Other assets less liabilities - 3.39% of net assets		\$ 489,548
Net assets - 100% (applicable to 1,687,556 shares; equivalent to \$8.56 per share) (a)		\$ 14,447,800

(a) The cost for federal income tax purposes was \$8,231,729. At March 31, 2007, net unrealized gain for all securities based on tax cost was \$5,726,523. This consisted of aggregate gross unrealized appreciation for all securities in which there was an excess value over tax cost of \$6,346,053 and aggregate gross unrealized depreciation for all securities in which there was an excess of tax cost over value of \$619,530. The cost of securities owned for financial statement purposes is lower than the cost basis for income tax purposes by approximately \$10,340 due to wash sale adjustments.

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

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 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.

The Herzfeld Caribbean Basin Fund, Inc.

By /s/ Thomas J. Herzfeld  
-----

Thomas J. Herzfeld  
Chairman and President

Date: May 4, 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: May 4, 2007

By /s/ Cecilia L. Gondor  
-----

Cecilia L. Gondor  
Treasurer

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

Date: May 4, 2007