

FOXBY CORP.
Form N-CSRS
September 09, 2013

UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
WASHINGTON, D.C. 20549

FORM N-CSRS

CERTIFIED SHAREHOLDER REPORT OF REGISTERED
MANAGEMENT INVESTMENT COMPANIES

Investment Company
Act file number:

811-09261

Foxyby Corp.
(Exact name of registrant as specified in charter)

11 Hanover Square, New York, NY 10005
(Address of principal executive offices) (Zipcode)

John F. Ramírez, Esq.
11 Hanover Square
New York, NY 10005
(Name and address of agent for service)

Registrant's telephone number, including area code: 1-212-785-0900

Date of fiscal year end: 12/31

Date of reporting period: 1/1/13 - 6/30/13

Form N-CSRS is to be used by management investment companies to file reports with the Commission not later than 10 days after the transmission to stockholders of any report that is required to be transmitted to stockholders under Rule 30e-1 under the Investment Company Act of 1940 (17 CFR 270.30e-1). The Commission may use the information provided on Form N-CSRS in its regulatory, disclosure review, inspection, and policy making roles.

A registrant is required to disclose the information specified by Form N-CSRS and the Commission will make this information public. A registrant is not required to respond to the collection of information contained in Form N-CSRS unless the Form displays a current 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 Secretary, Securities and Exchange Commission, 450 Fifth Street, NW, Washington, DC 20549-0609. The OMB has reviewed this collection of information under clearance requirements of 44 U.S.C. sec. 3507.

Item 1. Report to Stockholders.

PORTFOLIO ANALYSIS

June 30, 2013

TOP TEN HOLDINGS June 30, 2013

- 1 SSgA Money Market Fund
- 2 The Home Depot, Inc.
- 3 Google Inc.
- 4 Amazon.com, Inc.
- 5 Franklin Resources, Inc.
- 6 Berkshire Hathaway, Inc.
Class B
- 7 The Procter & Gamble
Company
- 8 McDonald's Corp.
- 9 Wal-Mart Stores, Inc.
- 10 United Parcel Service, Inc.

Top ten holdings comprise approximately 66% of total assets.

TOP TEN INDUSTRIES June 30, 2013

- 1 Money Market Fund
- 2 Soap, Detergents, Cleaning Preparations,
Perfumes, Cosmetics
- 3 Retail - Lumber & Other Building Materials
Dealers
- 4 Information Retrieval
Services
- 5 Retail - Catalog & Mail
Order Houses
- 6 Investment Advice
- 7 Fire, Marine & Casualty
Insurance
- 8 Petroleum Refining
- 9 Retail - Eating Places
- 10 Retail - Variety Stores

Holdings are subject to change. The above portfolio information should not be considered as a recommendation to purchase or sell a particular security and there is no assurance that any securities will remain in or out of the Fund.

TO OUR SHAREHOLDERS

June 30, 2013

Dear Fellow Shareholders:

It is a pleasure to submit this Foxby Corp. 2013 Semi-Annual report for shareholders and to welcome our new shareholders who find the Fund's total return investment objective attractive. The Fund uses a flexible strategy in the selection of securities and is not limited by the issuer's location, industry, or market capitalization. The Fund also may employ aggressive and speculative investment techniques, such as selling securities short and borrowing money for investment purposes, an approach known as "leverage." The Fund may invest in equity and fixed income securities of both new and seasoned U.S. and foreign issuers, including securities convertible into common stock and debt securities, closed end funds, and mutual funds, and the Fund may also invest defensively in high grade money market instruments. A potential benefit of its closed end structure, the Fund may invest without limit in illiquid investments such as private placements and private companies.

Economic and Market Report

The Federal Open Market Committee (FOMC) of the Federal Reserve Bank (the "Fed") issued a statement recently that economic activity in the United States has been expanding at a moderate pace. According to the FOMC, improvement has appeared in labor market conditions, household and business spending, and the housing sector. Yet, the FOMC also perceives the unemployment rate as elevated and fiscal policy as restraining economic growth. Positive for the U.S. economy would be the change in real GDP now projected by the Fed's board members and bank presidents in the 3.0-3.5% range for 2014, in contrast to the 2.3-2.6% range for 2013. Meanwhile, the global economy continues to disappoint and the World Bank recently reduced its global growth forecast to 2.2% for 2013, down from its prior forecast of 2.4%. The recession in Europe has been particularly challenging and the European Central Bank recently forecasted that the eurozone economy will contract by 0.6% in 2013.

In what would appear to be beneficial for financial markets, however, the Fed has indicated that it will keep the funds rate between 0 and 0.25% "at least as long" as the unemployment rate is above 6.5% and inflation one to two years out is projected to remain below 2.5%. Interestingly, the FOMC anticipates that inflation over the medium term likely will run at or below 2%. Financial markets seemed to falter, however, when the FOMC recently qualified its decision to purchase additional agency mortgage-backed securities at a pace of \$40 billion per month and longer-term Treasury securities at a pace of \$45 billion per month.

We continue to anticipate rising investor sentiment due to potential improvement in broad global economic data. We expect that ongoing eurozone financial stress and economic weakness in China and India may be somewhat offset by U.S. strength. Overall equity valuations and dividend yields are still generous and, while less compelling than at the beginning of 2013, higher quality equities appear to offer good value. Current market complacency, however, could exaggerate the downward reaction to a negative market shock from disappointing economic or financial news – such as a European sovereign default.

Total Return Strategy

In view of these diverging economic conditions, the Fund's strategy in the first six months of 2013 was to maintain its focus on large, quality companies, in concentrated, individual positions, but with higher cash levels. At June 30, 2013, the Fund's cash-equivalent position in money market shares comprised approximately 11% of its total assets, as compared to 4% at December 31, 2012. Currently, the Fund's holdings include some of the largest and best known U.S. companies in the technology, investment management, insurance, and retail industries.

As the Fund pursues its total return objective through its flexible investment approach, these holdings and allocations are subject to substantial change at any time. The Fund's strategy resulted in a net asset value total return (equal to the change in net asset value per share plus the reinvested cash distribution paid during the period) for the first half of the year of 11.00% with a market return (based on the market price per share) for the Fund's shares of 13.10%, as compared to a 13.82% total return for the Standard & Poor's 500 Index, and the market price discount to net asset value diminished over the period. Our current view of financial conditions continues to suggest that the Fund may benefit during the remainder of 2013 from its flexible portfolio approach, investing opportunistically in a variety of markets, and employing aggressive and speculative investment techniques as deemed appropriate.

We thank you for investing in the Fund and share your enthusiasm for the Fund, as evidenced by the fact that affiliates of the Investment Manager own approximately 24% of the Fund's shares. We look forward to serving your investment needs over the years ahead.

Sincerely,

Thomas B. Winmill
Chairman, Investment Policy Committee

SCHEDULE OF PORTFOLIO INVESTMENTS

June 30, 2013 (Unaudited)
Financial Statements

Common Stocks (88.57%)			Cost	Value
Shares				
	Fire, Marine & Casualty Insurance (6.47%)			
3,500	Berkshire Hathaway, Inc. Class B (a)		\$296,368	\$391,720
	Information Retrieval Services (7.27%)			
500	Google Inc. (a)		231,910	440,185
	Investment Advice (6.74%)			
3,000	Franklin Resources, Inc.		303,381	408,060
	National Commercial Banks (4.09%)			
6,000	Wells Fargo & Company		163,265	247,620
	Operative Builders (2.69%)			
5,000	Toll Brothers, Inc. (a)		116,697	163,150
	Petroleum Refining (5.49%)			
900	Chevron Corp.		90,629	106,506
2,500	Exxon Mobil Corp.		171,549	225,875
			262,178	332,381
	Pharmaceutical Preparations (3.12%)			
4,000	AstraZeneca PLC		188,030	189,200
	Retail - Catalog & Mail Order Houses (6.88%)			
1,500	Amazon.com, Inc. (a)		127,830	416,535
	Retail Consulting and Investment (0%)			
72,728	Amerivon Holdings LLC (a) (b)		0	0
	Retail - Eating Places (4.91%)			
3,000	McDonald's Corp.		167,748	297,000
	Retail - Lumber & Other Building Materials Dealers (8.96%)			
7,000	The Home Depot, Inc.		191,873	542,290
	Retail - Variety Stores (4.68%)			
3,800	Wal-Mart Stores, Inc.		196,260	283,062
	Services - Business Services (2.73%)			
2,300	Accenture plc		138,155	165,508
	Services - Prepackaged Software (3.42%)			
6,000	Microsoft Corp.		141,020	