

CORNERSTONE STRATEGIC VALUE FUND INC/ NEW
Form DEFA14A
May 20, 2004

CORNERSTONE STRATEGIC VALUE FUND, INC.

383 Madison Avenue, 23rd Floor
New York, New York 10179
(800) 870-0658

Dear Fellow CLM Stockholder:

PLEASE VOTE YOUR SHARES TODAY.

YOUR FUND'S MEETING IS ON JUNE 10, 2004.

YOUR VOTE IS IMPORTANT FOR THE FUTURE OF YOUR FUND..

The proxy materials that you recently received describe the details of a merger of two other closed-end funds into your fund, CLM. Your Board of Directors recommends that you approve these two merger proposals.

THESE MERGERS OFFER SIGNIFICANT BENEFITS TO CLM STOCKHOLDERS, INCLUDING:

- > SIGNIFICANTLY LARGER ASSET BASE
- > GREATER ECONOMIES OF SCALE FOR OPERATIONS AND EXPENSES
- > IMPROVED OPERATING EXPENSE RATIO
- > ENHANCED MARKET LIQUIDITY
- > POTENTIAL IMPROVED TAX BENEFITS
- > BROADER PORTFOLIO DIVERSIFICATION
- > LOWER EXPENSES FROM BETTER MANAGEMENT FEE WAIVER

AND REMEMBER:

- |X| CLM STOCKHOLDER VALUE IS NOT DILUTED
- |X| REGULAR DISTRIBUTIONS CONTINUE
- |X| INVESTMENT OBJECTIVES REMAIN UNCHANGED

VOTE FOR A LARGER, STRONGER, MORE EFFICIENT FUND.

PLEASE USE THE ENCLOSED BALLOT TO VOTE "FOR" ALL PROPOSALS,
OR REGISTER YOUR VOTE ON-LINE AT WWW.PROXYVOTE.COM,
OR VOTE BY CALLING THE TOLL-FREE NUMBER ON YOUR BALLOT.

CLM has engaged InvestorCONNECT, a professional proxy solicitor, to assist shareholders throughout the voting process. If you should have any questions regarding this proxy material, contact InvestorCONNECT at (800) 870-0658.

YOUR BOARD OF DIRECTORS BELIEVES THAT THESE MERGERS ARE IN THE BEST INTERESTS OF CLM STOCKHOLDERS AND RECOMMENDS THAT YOU VOTE "FOR" ALL PROPOSALS.

Respectfully,
Ralph W. Bradshaw, President

