

FOXBY CORP.  
Form N-Q  
November 15, 2016

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: 811-09261

FOXBY CORP.  
(Exact name of registrant as specified in charter)

11 Hanover Square, 12th Floor                      10005  
New York, NY  
(Address of principal executive offices) (Zip Code)

John F. Ramírez, Esq.  
Foxby Corp.  
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: December 31

Date of reporting period: September 30, 2016

---

## Item 1. Schedule of Investments

FOXBY CORP. SCHEDULE OF PORTFOLIO INVESTMENTS September 30, 2016 (Unaudited)		
Shares		Value
	Common Stocks (99.16%)	
	Cigarettes (1.47%)	
1,000	Philip Morris International, Inc.	\$ 97,220
	Commercial Banks (1.25%)	
14,800	Lloyds Banking Group plc ADR	42,476
8,600	The Royal Bank of Scotland Group plc ADR <sup>(a)</sup>	40,076
		82,552
	Computer Communications Equipment (4.32%)	
9,000	Cisco Systems, Inc.	285,480
	Computer and Computer Software Stores (1.56%)	
3,750	GameStop Corp.	103,463
	Computer & Office Equipment (0.96%)	
400	International Business Machines Corporation	63,540
	Drilling Oil & Gas Wells (1.94%)	
12,000	Transocean Ltd. <sup>(a)</sup>	127,920
	Electronic & Other Electrical Equipment (0.82%)	
1,000	Emerson Electric Co. <sup>(b)</sup>	54,510
	Electronic Computers (2.05%)	
1,200	Apple Inc.	135,660
	Finance Services (0.97%)	
1,000	American Express Company	64,040
	Fire, Marine & Casualty Insurance (7.65%)	
3,500	Berkshire Hathaway, Inc. Class B <sup>(a)</sup>	505,645
	Industrial Trucks, Tractors, Trailers, and Stackers (2.05%)	
2,300	PACCAR Inc.	135,194
	Information Retrieval Services (6.08%)	
500	Alphabet Inc. Class A <sup>(a)</sup>	402,030
	Investment Advice (9.71%)	
900	Affiliated Managers Group, Inc.	130,230
700	Diamond Hill Investment Group, Inc. <sup>(b)</sup>	129,353
9,000	Franklin Resources, Inc.	320,130
2,000	Invesco Ltd.	62,540

		642,253
	Leather & Leather Products (1.13%)	
1,600	Michael Kors Holdings Limited <sup>(a)</sup>	74,864
	Miscellaneous Homefurnishings Stores (1.63%)	
2,500	Bed Bath & Beyond Inc.	107,775
	Motor Vehicles & Passenger Car Bodies (2.04%)	
4,250	General Motors Company	135,022
	Other Chemical Products (2.74%)	
1,500	Praxair, Inc.	181,245
	Other Real Estate Operators (1.98%)	
5,000	Marcus & Millichap, Inc.	130,750
	Pharmaceutical and Medicine Industry (2.37%)	
500	Biogen Inc.	156,515
	Pharmaceutical Preparations (1.21%)	
675	United Therapeutics Corporation <sup>(a)</sup>	79,704
	Poultry Slaughtering and Processing (1.60%)	
5,000	Pilgrims Pride Corporation	105,600
	Radio & TV Broadcasting & Communications Equipment (2.71%)	
3,350	Ubiquiti Networks, Inc. <sup>(a)</sup>	179,225
	Railroad Equipment (3.12%)	
5,850	The Greenbrier Companies, Inc.	206,505
	Retail Consulting and Investment (0.01%)	
72,728	Amerivon Holdings LLC <sup>(c)</sup>	727
	Retail-Auto Dealers & Gasoline Stations (1.69%)	
2,300	AutoNation, Inc. <sup>(a)</sup>	112,033
	Retail - Drug Stores and Proprietary Stores (2.67%)	
2,500	Express Scripts Holding Company <sup>(a)</sup>	176,325
	Retail - Family Clothing Stores (1.21%)	
3,600	The GAP, Inc.	80,064
	Retail - Miscellaneous Shopping Goods Stores (2.41%)	
4,000	Hibbett Sports, Inc. <sup>(a)</sup>	159,600
	Retail - Variety Stores (4.15%)	
3,800	Wal-Mart Stores, Inc.	274,056
	Services - Advertising Agencies (1.09%)	

Edgar Filing: FOXBY CORP. - Form N-Q

850	Omnicom Group Inc.	72,250
	Services - Business Services (2.20%)	
7,000	The Western Union Company	145,740
	Services-Educational Services (2.20%)	
2,500	Capella Education Company	145,100
	Services-Help Supply Services (1.89%)	
3,300	Robert Half International Inc.	124,938
	Services - Medical Laboratories (2.70%)	
1,300	Laboratory Corporation of America Holdings <sup>(a)</sup>	178,724
	Services - Prepackaged Software (0.60%)	
11,069	GlobalSCAPE, Inc.	39,516
	Sporting Goods Stores (3.09%)	
3,600	Dick's Sporting Goods, Inc. <sup>(b)</sup>	204,192
	Telecommunication Carriers (2.44%)	
10,000	Inteliquent, Inc. <sup>(b)</sup>	161,400
	Textile Goods (2.33%)	
19,000	Iconix Brand Group, Inc. <sup>(a)</sup>	154,280
	Transportation Equipment (2.23%)	
1,900	Polaris Industries Inc.	147,136
	Wholesale - Computers & Peripheral Equipment & Software (1.62%)	
3,000	Ingram Micro Inc. <sup>(a)</sup>	106,980
	Wholesale - Drugs Proprietaries & Druggists' Sundries (0.92%)	
365	McKesson Corporation	60,864
	Wholesale - Electronic Parts & Equipment (1.24%)	
2,000	Avnet, Inc.	82,120
	Wholesale - Industrial Machinery & Equipment (1.11%)	
1,000	MSC Industrial Direct Co., Inc.	73,410
	Total common stocks (Cost \$5,702,660)	6,556,167
	Preferred Stocks (1.72%)	
	Retail Consulting and Investment (1.72%)	
203,175	Amerivon Holdings LLC <sup>(c)</sup> (Cost \$562,032)	113,778
	Money Market Fund (0.10%)	
6,611	State Street Institutional Liquid Reserves Fund, 7 day annualized yield 0.15% (Cost \$6,611)	6,611

Edgar Filing: FOXBY CORP. - Form N-Q

Total investments (Cost \$6,271,303) (100.98%)	6,676,556
Liabilities in excess of other assets (-0.98%)	(64,890)
Net assets (100.00%)	\$ 6,611,666

(a) Non-income producing.

(b) All or a portion of this security is pledged as collateral pursuant to the Liquidity Agreement. As of September 30, 2016, the value of securities pledged as collateral was \$203,458.

(c) Illiquid and/or restricted security that has been fair valued.

---

## Notes to Schedule of Portfolio Investments (Unaudited)

## Valuation of Investments

Portfolio securities are valued by various methods depending on the primary market or exchange on which they trade. Most equity securities for which the primary market is in the United States are valued at the official closing price, last sale price or, if no sale has occurred, at the closing bid price. Most equity securities for which the primary market is outside the United States are valued using the official closing price or the last sale price in the principal market in which they are traded. If the last sale price on the local exchange is unavailable, the last evaluated quote or closing bid price normally is used. In the event of an unexpected close of the primary market or exchange, a security may continue to trade on one or more other markets, and the price as reflected on those other trading venues may be more reflective of the security's value than an earlier price from the primary market or exchange. Accordingly, the Fund may seek to use these additional sources of pricing data or information when prices from the primary market or exchange are unavailable, or are earlier and less representative of current market value. Certain debt securities may be priced through pricing services that may utilize a matrix pricing system which takes into consideration factors such as yields, prices, maturities, call features, and ratings on comparable securities or according to prices quoted by a securities dealer that offers pricing services. Open end investment companies are valued at their net asset value. Foreign securities markets may be open on days when the U.S. markets are closed. For this reason, the value of any foreign securities owned by the Fund could change on a day when shareholders cannot buy or sell shares of the Fund. Securities for which market quotations are not readily available or reliable and other assets may be valued as determined in good faith by Midas Management Corporation, the Investment Manager, under the direction of or pursuant to procedures approved by the Fund's Board of Directors. Due to the inherent uncertainty of valuation, such fair value pricing values may differ from the values that would have been used had a readily available market for the securities existed. These differences in valuation could be material. A security's valuation may differ depending on the method used for determining value. The use of fair value pricing by the Fund may cause the net asset value of its shares to differ from the net asset value that would be calculated using market prices. A fair value price is an estimate and there is no assurance that such price will be at or close to the price at which a security is next quoted or next trades.

## Value Measurements

Inputs to valuation methods are prioritized by a three level hierarchy as follows:

- Level 1 – unadjusted quoted prices in active markets for identical assets or liabilities including securities actively traded on a securities exchange.
- Level 2 – observable inputs other than quoted prices included in level 1 that are observable for the asset or liability which may include quoted prices for similar instruments, interest rates, prepayment speeds, credit risk, yield curves, default rates, and similar data.
- Level 3 – unobservable inputs for the asset or liability including the Fund's own assumptions about the assumptions a market participant would use in valuing the asset or liability.

The availability of observable inputs can vary from security to security and is affected by a wide variety of factors, including, for example the type of security, whether the security is new and not yet established in the marketplace, the liquidity of markets, and other characteristics particular to the security. To the extent that valuation is based on models or inputs that are less observable or unobservable in the market, the determination of fair value requires more judgment. Accordingly, the degree of judgment exercised in determining fair value is greatest for investments categorized in level 3. The inputs used to measure fair value may fall into different levels of the fair value hierarchy. In such cases, the level in the fair value hierarchy within which the fair value measurement falls in its entirety is determined based on the lowest level input that is significant to the fair value measurement in its entirety. The inputs or methodology used for valuing investments are not an indication of the risk associated with investing in those securities.



Edgar Filing: FOXBY CORP. - Form N-Q

The following is a description of the valuation techniques applied to the Fund's major categories of assets and liabilities measured at fair value on a recurring basis:

Equity securities (common and preferred stock) – Most publicly traded equity securities are valued normally at the most recent official closing price, last sale price, evaluated quote, or closing bid price. To the extent these securities are actively traded and valuation adjustments are not applied, they may be categorized in level 1 of the fair value hierarchy. Equities on inactive markets or valued by reference to similar instruments may be categorized in level 2.

Restricted and/or illiquid securities – Restricted and/or illiquid securities for which quotations are not readily available or reliable may be valued with fair value pricing as determined in good faith by the Investment Manager under the direction of or pursuant to procedures approved by the Fund's Board of Directors. Restricted securities issued by publicly traded companies are generally valued at a discount to similar publicly traded securities. Restricted or illiquid securities issued by nonpublic entities may be valued by reference to comparable public entities or fundamental data relating to the issuer or both or similar inputs. Depending on the relative significance of valuation inputs, these instruments may be categorized in either level 2 or level 3 of the fair value hierarchy.

The following is a summary of the inputs used as of September 30, 2016 in valuing the Fund's assets. Refer to the Schedule of Portfolio Investments for detailed information on specific investments.

ASSETS	Level 1	Level 2	Level 3	Total
Investments, at value				
Common Stocks	\$ 6,555,440	\$ -	\$ 727	\$ 6,556,167
Preferred Stocks	-	-	113,778	113,778
Money Market Fund	6,611	-	-	6,611
Total investments, at value	\$ 6,562,052	\$ -	\$ 114,505	\$ 6,676,556

There were no securities transferred from level 1 on December 31, 2015 to level 2 on September 30, 2016.

The following is a reconciliation of level 3 assets:

	Common Stocks	Preferred Stocks	Total
Balance of level 3 assets at December 31, 2015	\$ 727	\$ 113,778	\$ 114,505
Payment in-kind dividends	-	12,863	12,863
Change in unrealized appreciation (depreciation)	-	(10,244)	(10,244)
Balance at September 30, 2016	\$ 727	\$ 113,778	\$ 114,505
Net change in unrealized depreciation	\$ -	\$ (10,244)	\$ (10,244)



attributable to  
assets still  
held as level 3  
at September  
30, 2016

There were no transfers into or out of level 3 assets during the period.

The Investment Manager, under the direction of the Fund's Board of Directors, considers various valuation approaches for valuing assets categorized within level 3 of the fair value hierarchy. The factors used in determining the value of such assets may include, but are not limited to: the discount applied due to the private nature of the asset; the type of the security; the size of the asset; the initial cost of the security; the existence of any contractual restrictions on the security's disposition; the price and extent of public trading in similar securities of the issuer or of comparable companies; quotations or evaluated prices from broker-dealers and/or pricing services; information obtained from the issuer or analysts;

---

an analysis of the company's or issuer's financial statements; or an evaluation of the forces that influence the issuer and the market in which the asset is purchased and sold. Significant changes in any of those inputs in isolation may result in a significantly lower or higher fair value measurement. The pricing of all fair value assets is normally reported to the Fund's Board of Directors.

The following table presents additional information about valuation methodologies and inputs used for assets that are measured at fair value and categorized as level 3 as of September 30, 2016:

	Fair Value	Valuation Technique	Unobservable Input	Range
Common stocks				
Retail Consulting and Investment	\$ 727	Value of liquidation preference per share	Discount rate due to lack of marketability	80%
Preferred stocks				
Retail Consulting and Investment	\$ 113,778	Value of liquidation preference per share	Discount rate due to lack of marketability	80%

#### Cost for Federal Income Tax Purposes

As of September 30, 2016, for federal income tax purposes, subject to change, the aggregate cost of securities was \$6,271,303 and net unrealized appreciation was \$405,252, comprised of gross unrealized appreciation of \$1,138,969 and gross unrealized depreciation of \$733,717. The aggregate cost of investments for tax purposes will depend upon the Fund's investment experience during the entirety of its fiscal year and may be subject to changes based on tax regulations.

#### ILLIQUID AND RESTRICTED SECURITIES

The Fund owns securities which have a limited trading market and/or certain restrictions on trading and, therefore, may be considered illiquid and/or restricted. Such securities have been valued using fair value pricing. Due to the inherent uncertainty of valuation, fair value pricing values may differ from the values that would have been used had a readily available market for the securities existed. These differences in valuation could be material. Illiquid and/or restricted securities owned as of September 30, 2016 were as follows:

	Acquisition Date	Cost	Value
Amerivon Holdings LLC preferred shares	9/20/07	\$ 562,032	\$ 113,778
Amerivon Holdings LLC common equity units	9/20/07	0	727
Total		\$ 562,032	\$ 114,505
Percent of net assets			9% 2%

#### Foreign Securities Risk

Investments in the securities of foreign issuers involve special risks which include changes in foreign exchange rates and the possibility of future adverse political and economic developments which could adversely affect the value of such securities. Moreover, securities of foreign issuers and traded in foreign markets may be less liquid and their prices more volatile than those of U.S. issuers and markets

In June 2016, the United Kingdom (UK) voted to leave the European Union (EU) following a referendum referred to as "Brexit." It is expected that the UK will exit the EU within two years; however, the exact time frame for the UK's exit is unknown. There is still considerable uncertainty relating to the potential consequences of the withdrawal,

including how the financial markets will react. In light of the uncertainties surrounding the impact of the Brexit on the broader global economy, the negative impact could be significant, potentially resulting in increased volatility and illiquidity and lower economic growth for companies that rely significantly on Europe for their business activities and revenues, which could have an adverse effect on the value of the Fund's investments.

---

Item 2. Controls and Procedures

The registrant's principal executive officer 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")) are effective as of a date within 90 days of the filing date of this report that includes the disclosure required by this paragraph, based on their evaluation of the disclosure controls and procedures required by Rule 30a-3(b) under the 1940 Act and 15d-15(b) under the Securities Exchange Act of 1934.

(a) There were no changes in the registrant's internal control over financial reporting (as defined in Rule 30a-3(d) under the 1940 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

(a) Certifications of the registrant's principal executive officer and principal financial officer as required by Rule 30a-2(a) under the 1940 Act.

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.

Foxby Corp.

By : /s/ Thomas B. Winmill  
Thomas B. Winmill, President

Date: November 15, 2016

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 B. Winmill  
Thomas B. Winmill, President

Date: November 15, 2016

By: /s/ Thomas O'Malley  
Thomas O'Malley, Chief Financial Officer

Date: November 15, 2016

Exhibit Index

(a) Certifications of the registrant's principal executive and principal financial officer as required by Rule 30a-2(a) under the 1940 Act. (EX-99.CERT)