

NEW GERMANY FUND INC  
Form N-Q  
May 27, 2015

UNITED STATES  
SECURITIES AND EXCHANGE COMMISSION  
Washington, DC 20549

FORM N-Q  
QUARTERLY SCHEDULE OF PORTFOLIO HOLDINGS OF REGISTERED  
MANAGEMENT INVESTMENT COMPANY

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Investment Company Act file number: 811-05983

The New Germany Fund, Inc.  
(Exact name of registrant as specified in charter)

345 Park Avenue  
New York, NY 10154  
(Address of principal executive offices) (Zip code)

Paul Schubert  
60 Wall Street  
New York, NY 10005  
(Name and address of agent for service)

Registrant's telephone number, including area code: (212) 250-3220

Date of fiscal year end: 12/31

Date of reporting period: 3/31/2015

ITEM 1. SCHEDULE OF INVESTMENTS

The New Germany Fund, Inc.

Schedule of Investments as of March 31, 2015 (Unaudited)

	Shares	Value (\$)
Germany 83.4%		
Common Stocks 80.2%		
Aerospace & Defense 3.0%		
MTU Aero Engines	82,217	8,059,148
Auto Components 1.3%		
Hella KGaA Hueck & Co.*†	47,569	2,288,024

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SAF-Holland	80,405	1,289,422
		3,577,446
Chemicals 8.4%		
Evonik Industries	270,968	9,656,454
Symrise	147,631	9,324,205
Wacker Chemie	28,383	3,282,745
		22,263,404
Commercial Services & Supplies 0.5%		
Bilfinger Berger	22,227	1,288,596
Construction & Engineering 1.4%		
Hochtief	47,676	3,611,961
Diversified Financial Services 0.6%		
Grenkeleasing	13,954	1,610,159
Diversified Telecommunication Services 1.8%		
Telefonica Deutschland Holding	836,414	4,826,609
Electrical Equipment 5.3%		
Nordex*	68,188	1,386,275
OSRAM Licht Group	256,341	12,739,743
		14,126,018
Electronic Equipment, Instruments & Components 1.2%		
Jenoptik	236,794	3,201,330
Food & Staples Retailing 2.1%		
Metro	162,478	5,510,291
Health Care Equipment & Supplies 1.2%		
STRATEC Biomedical	62,300	3,049,735
Health Care Providers & Services 0.4%		
Rhoen Klinikum	44,980	1,116,752
Health Care Technology 0.3%		
CompuGroup Medical	26,613	769,293
Hotels, Restaurants & Leisure 1.2%		
TUI	183,025	3,214,070
Industrial Conglomerates 1.7%		
Rheinmetall	94,102	4,545,914
Insurance 2.7%		
Hannover Rueck	41,666	4,302,476
Talanx	94,922	2,975,676
		7,278,152
Internet & Catalog Retail 2.1%		
Zalando SE 144A*†	224,730	5,610,898

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Internet Software & Services 5.0%		
Rocket Internet 144A*	19,063	943,002
United Internet	198,436	9,032,316
XING	19,371	3,337,249
		13,312,567
IT Services 2.1%		
Wirecard	134,278	5,673,115
	Shares	Value (\$)
Life Sciences Tools & Services 1.5%		
Evotec*	102,970	415,585
Gerresheimer	33,534	1,848,724
MorphoSys*	28,291	1,785,916
		4,050,225
Machinery 7.5%		
Duerr	30,975	3,407,978
GEA Group	65,792	3,180,776
KION Group	77,715	3,182,863
Krones	47,467	4,938,688
Pfeiffer Vacuum Technology	13,536	1,150,013
Rational	3,691	1,235,128
Stabilus*	85,550	2,936,428
		20,031,874
Media 5.7%		
Axel Springer	17,217	1,016,440
ProSiebenSat.1 Media	223,761	10,977,658
Stroeer Media	95,204	3,258,391
		15,252,489
Metals & Mining 1.1%		
Aurubis†	38,617	2,187,395
Salzgitter	20,617	599,399
		2,786,794
Real Estate Management & Development 11.3%		
Deutsche Annington Immobilien	261,126	8,801,189
Deutsche Wohnen	223,287	5,713,882
LEG Immobilien	195,796	15,525,068
		30,040,139
Semiconductors & Semiconductor Equipment 2.5%		
Dialog Semiconductor*	89,923	4,060,255
Kontron*	420,962	2,688,570
		6,748,825
Software 0.5%		
Software	46,960	1,222,367
Specialty Retail 1.3%		
Fielmann	52,315	3,505,190
Technology Hardware, Storage & Peripherals 0.3%		
Wincor Nixdorf	15,370	721,629
Thriffs & Mortgage Finance 1.2%		

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Aareal Bank	73,205	3,087,732
Trading Companies & Distributors 2.7%		
Brenntag	111,977	6,702,135
Kloeckner*	51,550	494,186
		7,196,321
Wireless Telecommunication Services 2.3%		
Freenet	198,557	5,983,655
Preferred Stocks 3.2%		
Health Care Equipment & Supplies 2.4%		
Draegerwerk (Cost \$5,406,037)	49,861	6,211,089
Specialty Retail 0.8%		
Hornbach Holding (Cost \$2,892,092)	28,225	2,220,143
Total Germany (Cost \$171,972,312)		221,703,930
Netherlands 13.6%		
Common Stocks		
Aerospace & Defense 11.2%		
Airbus Group NV	459,615	29,818,119
	Shares	Value (\$)
Life Sciences Tools & Services 2.4%		
QIAGEN*	248,292	6,255,145
Total Netherlands (Cost \$16,331,995)		36,073,264
Luxembourg 1.6%		
Common Stocks		
Media 1.6%		
RTL Group (Cost \$3,479,464)	44,037	4,236,749
Switzerland 1.4%		
Closed-End Funds		
BB Biotech*† (Cost \$2,441,698)	12,588	3,850,909
Securities Lending Collateral 1.8%		
Daily Assets Fund Institutional, 0.11%		
(Cost \$4,852,793)(a)(b)	4,852,793	4,852,793
Cash Equivalents 0.1%		
Central Cash Management Fund, 0.08%		
(Cost \$183,860)(b)	183,860	183,860
	% of Net	Value (\$)

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	Assets	
Total Investments Portfolio (Cost \$199,262,122)**	101.9	270,901,505
Other Assets and Liabilities, Net	(1.9)	(5,006,543)
Net Assets	100.0	265,894,962

For information on the Fund's policies regarding the valuation of investments and other significant accounting policies, please refer to the Fund's most recent semi-annual or annual financial statements.

\* Non-income producing security.

\*\* The cost for federal income tax purposes was \$202,368,857. At March 31, 2015, net unrealized appreciation for all securities based on tax cost was \$68,532,648. This consisted of aggregate gross unrealized appreciation for all securities in which there was an excess of value over tax cost of \$100,532,982 and aggregate gross unrealized depreciation for all securities in which there was an excess of tax cost over value of \$32,000,334.

† All or a portion of these securities were on loan. The value of all securities loaned at March 31, 2015 amounted to \$4,546,158 which is 1.7% of net assets.

(a) Represents collateral held in connection with securities lending. Income earned by the Fund is net of borrower rebates.

(b) Affiliated fund managed by Deutsche Investment Management Americas Inc. The rate shown is the annualized seven-day yield at period end.

144A - Securities exempt from registration under Rule 144A of the Securities Act of 1933. These securities may be resold in transactions exempt from registration, normally to qualified institutional buyers.

For purposes of its industry concentration policy, the Fund classifies issuers of portfolio securities at the industry sub group level. Certain of the categories in the above Schedule of Investments consist of multiple industry sub groups or industries.

#### Fair Value Measurements

Various inputs are used in determining the value of the Fund's investments. These inputs are summarized in three broad levels. Level 1 includes quoted prices in active markets for identical securities. Level 2 includes other significant observable inputs (including quoted prices for similar securities, interest rates, prepayment speeds and credit risk). Level 3 includes significant unobservable inputs (including the Fund's own assumptions in determining the fair value of investments). The level assigned to the securities valuations may not be an indication of the risk associated with investing in those securities.

The following is a summary of the inputs used as of March 31, 2015 in valuing the Fund's investments.

Assets	Level 1	Level 2	Level 3	Total
Common Stocks and/or Other Equity Investments (c)				

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Germany	\$ 221,703,930	\$ —	\$ —\$ 221,703,930
Netherlands	36,073,264	—	— 36,073,264
Luxembourg	4,236,749	—	— 4,236,749
Switzerland	3,850,909	—	— 3,850,909
Short-Term Instruments (c)	5,036,653	—	— 5,036,653
Total	\$ 270,901,505	\$ —	\$ — \$ 270,901,505

There have been no transfers between fair value measurement levels during the period ended March 31, 2015.

(c) See Schedule of Investments for additional detailed categorizations.

ITEM 2. CONTROLS AND PROCEDURES

(a) The Chief Executive and Financial Officers concluded that the Registrant's Disclosure Controls and Procedures are effective based on the evaluation of the Disclosure Controls and Procedures as of a date within 90 days of the filing date of this report.

(b) There have been no changes in the registrant's internal control over financial reporting that occurred during the registrant's last fiscal quarter that has materially affected, or is reasonably likely to materially affect, the registrant's internal controls over financial reporting.

ITEM 3. EXHIBITS

Certification pursuant to Rule 30a-2(a) under the Investment Company Act of 1940 (17 CFR 270.30a-2(a)) is filed and attached hereto as Exhibit 99.CERT.

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.

Registrant: The New Germany Fund, Inc.

By: /s/Brian E. Binder  
 Brian E. Binder  
 President

Date: May 22, 2015

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.

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By: /s/Brian E. Binder  
Brian E. Binder  
President

Date: May 22, 2015

By: /s/Paul Schubert  
Paul Schubert  
Chief Financial Officer and Treasurer

Date: May 22, 2015