

SunAmerica Focused Alpha Growth Fund, Inc.

Form N-Q

November 29, 2007

**UNITED STATES**

**SECURITIES AND EXCHANGE COMMISSION  
Washington, D.C. 20549**

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**FORM N-Q**

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**Quarterly Schedule of Portfolio Holdings of Registered Management Investment Companies**

**Investment Company Act file number 811-21770**

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**SunAmerica Focused Alpha Growth Fund, Inc.**  
*(Exact name of registrant as specified in charter)*

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**Harborside Financial Center, 3200 Plaza 5 Jersey City, NJ 07311**  
*(Address of principal executive offices)(Zip code)*

**Vincent M. Marra**

**Senior Vice President  
AIG SunAmerica Asset Management Corp.  
Harborside Financial Center,  
3200 Plaza 5  
Jersey City, NJ 07311**  
*(Name and address of agent for service)*

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**Registrant's telephone number, including area code: (201) 324-6464**

**Date of fiscal year end: December 31**

**Date of reporting period: September 30, 2007**

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**Item 1. Schedule of Investments.**

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**SUNAMERICA FOCUSED ALPHA GROWTH FUND, INC.**  
**PORTFOLIO OF INVESTMENTS** *September 30, 2007 (unaudited)*

| <b>Security Description</b>                  | <b>Shares/<br/>Principal<br/>Amount</b> | <b>Value<br/>(Note 1)</b> |
|--|---|---------------------------|
| <b>COMMON STOCK 93.7%</b>                    |   |                           |
| <b>Aerospace/Defense 9.5%</b>                |   |                           |
| General Dynamics Corp.                       | 282,790                                 | \$ 23,887,272             |
| Lockheed Martin Corp.                        | 195,225                                 | 21,179,960                |
|  |   | 45,067,232                |
| <b>Casino Hotels 15.4%</b>                   |   |                           |
| Boyd Gaming Corp.                            | 250,000                                 | 10,712,500                |
| Las Vegas Sands Corp.                        | 331,133                                 | 44,179,765                |
| Wynn Resorts, Ltd.                           | 115,000                                 | 18,119,400                |
|  |   | 73,011,665                |
| <b>Casino Services 1.6%</b>                  |   |                           |
| Scientific Games Corp., Class A              | 200,000                                 | 7,520,000                 |
| <b>Commercial Services 1.1%</b>              |   |                           |
| ChoicePoint, Inc.                            | 140,000                                 | 5,308,800                 |
| <b>Computers 11.3%</b>                       |   |                           |
| Apple, Inc.                                  | 181,308                                 | 27,838,030                |
| Hewlett-Packard Co.                          | 515,454                                 | 25,664,455                |
|  |   | 53,502,485                |
| <b>Data Processing/Management 1.3%</b>       |   |                           |
| SEI Investments Co.                          | 230,000                                 | 6,274,400                 |
| <b>Diversified Minerals 1.5%</b>             |   |                           |
| HLTH Corp.                                   | 510,000                                 | 7,226,700                 |
| <b>Electric-Transmission 2.2%</b>            |   |                           |
| ITC Holdings Corp.                           | 215,000                                 | 10,653,250                |
| <b>Finance-Investment Banker/Broker 5.9%</b> |   |                           |
| Jefferies Group, Inc.                        | 300,000                                 | 8,349,000                 |
| The Goldman Sachs Group, Inc.                | 89,633                                  | 19,427,056                |
|  |   | 27,776,056                |
| <b>Internet Security 1.6%</b>                |   |                           |
| CheckFree Corp.                              | 167,500                                 | 7,795,450                 |

|  |             |               |             |
|--|-------------|---------------|-------------|
| <b>Investment Management/Advisor Services</b>        | <b>2.7%</b> |               |             |
| Cohen & Steers, Inc.                                 |             | 100,000       | 3,703,000   |
| Nuveen Investments Inc., Class A                     |             | 150,000       | 9,291,000   |
|  |             |               | 12,994,000  |
| <b>Medical Instruments</b>                           | <b>1.3%</b> |               |             |
| Edwards Lifesciences Corp.                           |             | 120,000       | 5,917,200   |
| <b>Medical-Biomedical/Gene</b>                       | <b>5.9%</b> |               |             |
| Genentech, Inc.                                      |             | 361,030       | 28,167,561  |
| <b>Medical-HMO</b>                                   | <b>5.7%</b> |               |             |
| UnitedHealth Group Inc.                              |             | 559,433       | 27,093,340  |
| <b>Medical-Nursing Homes</b>                         | <b>2.4%</b> |               |             |
| Manor Care, Inc.                                     |             | 175,000       | 11,270,000  |
| <b>Oil Companies-Exploration &amp; Production</b>    | <b>1.4%</b> |               |             |
| Encore Acquisition Co.                               |             | 210,000       | 6,646,500   |
| <b>Retail-Automobile</b>                             | <b>1.6%</b> |               |             |
| CarMax, Inc.   |             | 380,000       | 7,725,400   |
| <b>Retail-Restaurants</b>                            | <b>6.2%</b> |               |             |
| McDonald's Corp.                                     |             | 541,885       | 29,516,476  |
| <b>Retail-Sporting Goods</b>                         | <b>3.5%</b> |               |             |
| Dick's Sporting Goods, Inc.                          |             | 250,000       | 16,787,500  |
| <b>Schools</b>                                       | <b>2.7%</b> |               |             |
| DeVry, Inc.  |             | 350,000       | 12,953,500  |
| <b>Soap &amp; Cleaning Preparation</b>               | <b>1.0%</b> |               |             |
| Church & Dwight Co., Inc.                            |             | 100,000       | 4,704,000   |
| <b>Telephone-Integrated</b>                          | <b>5.9%</b> |               |             |
| AT&T Inc.  |             | 662,172       | 28,016,497  |
| <b>Transport-Services</b>                            | <b>2.0%</b> |               |             |
| Expeditors International of Washington, Inc.         |             | 200,000       | 9,460,000   |
| <b>Total Long-Term Investment Securities</b>         |             |               |             |
| (cost \$348,555,155)                                 |             |               | 445,388,012 |
| <b>SHORT-TERM INVESTMENT SECURITIES</b>              | <b>5.4%</b> |               |             |
| <b>Time Deposit</b>                                  | <b>3.5%</b> |               |             |
| Euro Time Deposit with State Street Bank & Trust Co. |             |               |             |
| 3.55% due 10/01/07                                   |             |               |             |
| (cost \$16,621,000)                                  |             | \$ 16,621,000 | 16,621,000  |

**U.S. Government Treasuries 1.9%**

|                              |           |           |
|------------------------------|-----------|-----------|
| United States Treasury Bills |           |           |
| 3.15% due 11/01/07           | 1,849,000 | 1,843,824 |
| 3.55% due 01/03/08           | 1,868,000 | 1,850,685 |
| 3.65% due 01/10/08           | 3,180,000 | 3,147,436 |
| 3.75% due 01/31/08           | 1,306,000 | 1,289,403 |
| 3.80% due 02/07/08           | 1,241,000 | 1,224,102 |
| (cost \$9,355,450)           |           |           |
|                              |           | 9,355,450 |

**Total Short-Term Investment Securities**

(cost \$25,976,450) 25,976,450

**TOTAL INVESTMENTS**

(cost \$374,531,605) (1) 99.1% 471,364,462  
 Other assets less liabilities 0.9 4,079,850

**NET ASSETS 100.0% \$ 475,444,312**

Non-income  
 producing  
 security

(1) See Note 2 for  
 cost of  
 investments on  
 a tax basis.

See Notes to  
 Portfolio of  
 Investments

**NOTES TO PORTFOLIO OF INVESTMENTS September 30, 2007 (unaudited)****Note 1. Security Valuation**

Stocks are generally valued based upon closing sales prices reported on recognized securities exchanges. Stocks listed on the NASDAQ are valued using the NASDAQ Official Closing Price ( NOCP ). Generally, the NOCP will be the last sale price unless the reported trade for the stock is outside the range of the bid/ask price. In such cases, the NOCP will be normalized to the nearer of the bid or ask price. For listed securities having no sales reported and for unlisted securities, such securities will be valued based upon the last reported bid price.

As of the close of regular trading on the New York Stock Exchange ( NYSE ), securities traded primarily on security exchanges outside the United States are valued at the last sale price on such exchanges on the day of valuation, or if there is no sale on the day of valuation, at the last-reported bid price. If a security's price is available from more than one exchange, the Fund uses the exchange that is the primary market for the security. However, depending on the foreign market, closing prices may be up to 15 hours old when they are used to price the Fund's shares, and the Fund may determine that certain closing prices are unreliable. This determination will be based on review of a number of factors, including developments in foreign markets, the performance of U.S. securities markets, and the performance of instruments trading in U.S. markets that represent foreign securities and baskets of foreign securities. If the Fund determines that closing prices do not reflect the fair value of the securities, the Fund will adjust the previous closing prices in accordance with pricing procedures approved by the Board of Directors (the Board ) to reflect what it believes to be the fair value of the securities as of the close of regular trading on the NYSE. The Fund may also fair value securities in other situations, for example, when a particular foreign market is closed but the Fund is open. For foreign equity securities, the Fund uses an outside pricing service to provide it with closing market prices and information used for adjusting those prices.

Short-term securities with 60 days or less to maturity are amortized to maturity based on their cost to the Fund if acquired within 60 days of maturity or, if already held by the Fund on the 60<sup>th</sup> day, are amortized to maturity based on the value determined on the 61<sup>st</sup> day.

Securities for which market quotations are not readily available or where a development/significant event occurs that may significantly impact the value of the security, are fair valued, as determined pursuant to procedures adopted in good faith by the Board.

**Note 2. Federal Income Taxes**

As of September 30, 2007, the amounts of aggregate unrealized gain (loss) and the cost of investment securities for federal income tax purposes, including short-term securities, were as follows:

|  |                |
|--|----------------|
| Cost (tax basis)                           | \$ 374,555,570 |
| Appreciation                               | \$ 103,877,391 |
| Depreciation                               | (7,044,534)    |
| Net unrealized appreciation (depreciation) | \$ 96,832,857  |

**Note 3. Other Information**

The matter related to American International Group, Inc.'s ( AIG ) settlement with the Securities and Exchange Commission (the Commission ) and other governmental authorities that was reported in recent shareholder reports has been resolved. With respect to such matter, in September 2007, the Commission issued a permanent exemptive order (the Order ) pursuant to Section 9(c) of the Investment Company Act of 1940, as amended, to AIG and certain affiliated persons of AIG, including AIG SunAmerica Asset Management Corp ( AIG SunAmerica ). The Order permits AIG SunAmerica to continue to provide advisory services to the Fund. There has been no adverse impact to the Fund or the Fund's shareholders.

**ADDITIONAL INFORMATION**

Additional information is available in the SunAmerica Focused Alpha Growth Fund, Inc.'s Annual and Semi-annual reports which may be obtained without charge from the EDGAR database on the Securities and Exchange

Commission's website at <http://www.sec.gov>.

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**Item 2. Controls and Procedures.**

- a) An evaluation was performed within 90 days of the filing of this report, under the supervision and with the participation of the registrant's management, including the President and Treasurer, of the effectiveness of the design and operation of the registrant's disclosure controls and procedures, (as defined under Rule 30a-3(c) under the Investment Company Act of 1940 (17 CFR 270.30a-3(c))). Based on that evaluation, the registrant's management, including the President and Treasurer, concluded that the registrant's disclosure controls and procedures are effective.
- b) There was no change in the registrant's internal control over financial reporting (as defined in Rule 30a-3(d) under the Investment Company Act of 1940 (17 CFR 270.30a-3(d))) that occurred during the registrant's last fiscal quarter of the period covered by this report that has materially affected, or is reasonably likely to materially affect, the registrant's internal control over financial reporting.

**Item 3. Exhibits.**

Certifications pursuant to Rule 30a-2(a) under the Investment Company Act of 1940 (17 CFR 270.30a-2(a)) 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.

SunAmerica Focused Alpha Growth Fund, Inc.

By: /s/ Vincent M. Marra

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Vincent M. Marra  
President

Date: November 29, 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/ Vincent M. Marra

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Vincent M. Marra  
President

Date: November 29, 2007

By: /s/ Donna M. Handel

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Donna M. Handel  
Treasurer

Date: November 29, 2007