

SunAmerica Focused Alpha Large-Cap Fund, Inc.
Form N-CSRS
September 03, 2009

**UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549
FORM N-CSR
CERTIFIED SHAREHOLDER REPORT OF REGISTERED
MANAGEMENT INVESTMENT COMPANIES**

Investment Company Act file number 811-21805

SunAmerica Focused Alpha Large-Cap Fund, Inc.

(Exact name of registrant as specified in charter)

Harborside Financial Center, 3200 Plaza 5 Jersey City, NJ 07311

(Address of principal executive offices) (Zip code)

John T. Genoy
Senior Vice President
SunAmerica Asset Management Corp.
Harborside Financial Center,
3200 Plaza 5
Jersey City, NJ 07311

(Name and address of agent for service)

Registrant's telephone number, including area code: (201) 324-6414

Date of fiscal year end: December 31

Date of reporting period: June 30, 2009

Item 1. Reports to Stockholders

SEMI-ANNUAL REPORT 2009 SUNAMERICA Focused Alpha Large-Cap Fund (FGI) Robert C. Doll
Thomas F. Marsico

INFORMATION REGARDING THE FUND'S DISTRIBUTION POLICY

The SunAmerica Focused Alpha Large-Cap Fund, Inc. (the Fund) has established a dividend distribution policy (the Distribution Policy) pursuant to which the Fund makes a level dividend distribution each quarter to shareholders of its common stock (after payment of interest on any outstanding borrowings or dividends on any outstanding preferred shares) at a rate that is based on a fixed amount per share as determined by the Board of Directors of the Fund (the Board), subject to adjustment in the fourth quarter, as necessary, so that the Fund satisfies the minimum distribution requirements of the Internal Revenue Code of 1986, as amended (the Code). As of the most recent quarterly dividend distribution paid on June 25, 2009, the fixed amount of the quarterly dividend distribution was \$0.05 per share. Pursuant to an exemptive order (the Order) issued to the Fund by the Securities and Exchange Commission (SEC) on February 3, 2009, the Fund may distribute long-term capital gains more frequently than the limits provided in Section 19(b) under the Investment Company Act of 1940, as amended (the 1940 Act) and Rule 19b-1 thereunder. Therefore, dividend distributions paid by the Fund during the year may include net income, short-term capital gains, long-term capital gains and/or return of capital. If the total distributions made in any calendar year exceed investment company taxable income and net capital gain, such excess distributed amount would be treated as ordinary dividend income to the extent of the Fund's current and accumulated earnings and profits. Distributions in excess of the earnings and profits would first be a tax-free return of capital to the extent of the adjusted tax basis in the shares. After such adjusted tax basis is reduced to zero, the distribution would constitute capital gain (assuming the shares are held as capital assets). A return of capital represents a return of a shareholder's investment in the Fund and should not be confused with yield, income or profit. Shareholders will receive a notice with each dividend distribution, if required by Section 19(a) under the 1940 Act, estimating the sources of such dividend distribution and providing other information required by the Order. You should not draw any conclusions about the Fund's investment performance from the amount of this distribution or from the terms of the Distribution Policy.

The Board has the right to amend, suspend or terminate the Distribution Policy at any time without prior notice to shareholders. The Board might take such action, for example, if the Distribution Policy had the effect of decreasing the Fund's assets to a level that was determined to be detrimental to Fund shareholders. An amendment, suspension or termination of the Distribution Policy could have a negative effect on the Fund's market price per share which, in turn could create or widen a trading discount. Please see Note 2 to the financial statements included in this report for additional information regarding the Distribution Policy.

The Fund is also subject to investment and market risk. An economic downturn could have a material adverse effect on its investments, and could result in the Fund not achieving its investment or distribution objectives, which may affect the distribution. Please refer to the prospectus for a fuller description of the Fund's risks.

June 30, 2009

SEMI-ANNUAL REPORT

SUNAMERICA FOCUSED ALPHA LARGE-CAP FUND, INC.

SunAmerica Focused Alpha Large-Cap Fund (FGI)

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June 30, 2009

SEMI-ANNUAL REPORT

Shareholders Letter

Dear Shareholders:

We are pleased to present this semi-annual report for the SunAmerica Focused Alpha Large-Cap Fund (the Fund) covering a six-month period that continued to be challenging for equity investors, albeit with a few glimmers of positive economic data, an upturn in investor sentiment, and improved returns across most major equity indices.

For the six months ended June 30, 2009, the Fund's total return based on net asset value (NAV) was 0.91%. The Fund's benchmark, the Russell 1000[®] Index¹, returned 4.32% during the same period. The Fund's total return based on market price was -1.37% during the semi-annual period. As of June 30, 2009, the Fund's NAV was \$12.22, and its market price was \$9.92.

The six months ended June 30, 2009 were a tale of two distinct periods for the equity markets. The major U.S. equity markets opened 2009 with sharp losses, as the deepening credit crisis, disappointing corporate earnings, rising unemployment and a contracting economy put downward pressure on stocks. Weakness in the financial sector in the last months of 2008 spilled into 2009, as the nation's largest money center banks experienced an extremely challenging period. As the first quarter progressed, headlines continued to focus on the relative health of banks as well as on the likely political response to the ongoing recession.

Then, as economic data seemed to indicate a deceleration in the pace of the economic slowdown, the U.S. equity markets jumped from their early-March lows and rallied. For the second quarter, overall, the Dow Jones Industrial Index saw its best quarterly gain since the fourth quarter of 2003 and the S&P 500 Index experienced its biggest gain since the fourth quarter of 1998. Throughout the semi-annual period, the Federal Reserve Board maintained its highly accommodative stance by keeping the targeted federal funds rate anchored between 0% and 0.25%.

In terms of industry groups, Information Technology and Energy were the best relative performers during the semi-annual period overall, while the Consumer Staples group was the principal detractor. From a capitalization perspective, mid-cap companies performed best, followed by small-cap companies. In a complete reversal from 2008, growth stocks significantly outpaced value stocks across the capitalization spectrum.

As you know, the Fund is a unique offering for two major reasons.

First, the Fund is set apart from its competitors in the marketplace by its multi-managed, focused approach in a closed-end fund structure. Two of Wall Street's best known equity managers, Marsico Capital Management LLC (Marsico) and BlackRock Investment Management (BlackRock), and their respective teams, each contribute stock picks to the Fund. Tom Marsico and his team emphasize large-cap growth investing, while BlackRock's Bob Doll and his team favor a large-cap value investment style.

Second, the Fund managers' combined stock picks, blending large-cap growth and large-cap value, are designed to offer the potential for attractive returns over the long term. While the Fund underperformed its benchmark index during the semi-annual period due primarily to its large-cap value holdings, it is important to remember that over time and by design, blending the different investment styles of these two proven

managers is intended to help the Fund meet its investment objective.

Clearly, maintaining a long-term perspective is a basic tenet of effective investing for both managers and investors at all times. We continue to believe that equity investments are an important component of a long-term diversified investment plan.

We value your ongoing confidence in us and look forward to serving your investment needs in the future.

Sincerely,

Peter A. Harbeck
President and CEO
SunAmerica Asset Management Corp.

Past performance is no guarantee of future results.

¹ The Russell 1000 Index offers investors access to the extensive large-cap segment of the U.S. equity universe representing approximately 92% of the U.S. market. The Russell 1000 Index is constructed to provide a comprehensive and unbiased

Shareholders Letter *(continued)*

barometer for the large-cap segment and is completely reconstituted annually to ensure new and growing equities are reflected. The Russell 1000 Index includes the largest 1,000 securities in the Russell 3000 Index. Indices are not managed and an investor cannot invest directly into an index.

Investors should carefully consider the SunAmerica Focused Alpha Large-Cap Fund's investment objective, strategies, risks, charges and expenses before investing. The Fund should be considered as only one element of a complete investment program. The Fund's equity exposure and derivative investments involve special risks. An investment in this Fund should be considered speculative. There is no assurance that the Fund will achieve its investment objectives. The Fund is actively managed and its portfolio composition will vary. Investing in the Fund is subject to several risks, including: Non-Diversified Status Risk, Growth and Value Stock Risk, Key Adviser Personnel Risk, Investment and Market Risk, Issuer Risk, Foreign Securities Risk, Emerging Markets Risk, Income Risk, Hedging Strategy Risk, Derivatives Risk, Preferred Securities Risk, Debt Securities Risk, Small and Medium Capitalization Company Risk, Leverage Risk, Liquidity Risk, Market Price of Shares Risk, Management Risk, Anti-Takeover Provisions Risk, Portfolio Turnover Risk and Non-Investment Grade Securities Risk. The price of shares of the Fund traded on the New York Stock Exchange will fluctuate with market conditions and may be worth more or less than their original offering price. Shares of closed-end funds often trade at a discount to their net asset value, but may also trade at a premium.

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SunAmerica Focused Alpha Large-Cap Fund, Inc.
STATEMENT OF ASSETS AND LIABILITIES *June 30, 2009* *(unaudited)*

ASSETS:

Long-term investment securities, at market value (unaffiliated)*	\$ 113,045,462
Short-term investment securities, at market value (unaffiliated)*	4,443,000
 Total investments	 117,488,462
 Cash	 1,371
Receivable for:	
Dividends and interest	252,048
Investments sold	6,648,777
Prepaid expenses and other assets	6,683
 Total assets	 124,397,341

LIABILITIES:

Payable for:	
Investments purchased	6,280,922
Investment advisory and management fees	99,514
Administration fees	3,982
Directors' fees and expenses	3,427
Other accrued expenses	51,323
 Total liabilities	 6,439,168

Net Assets \$ 117,958,173

NET ASSETS REPRESENTED BY:

Common stock, \$0.001 par value (200,000,000 shares authorized)	\$ 9,655
Additional paid-in capital	152,107,716
	152,117,371
Accumulated undistributed net investment income (loss) (unaffiliated)	(1,936,071)
Accumulated undistributed net realized gain (loss) on investments (unaffiliated)	(31,809,889)
Unrealized appreciation (depreciation) on investments (unaffiliated)	(413,238)
 Net Assets	 \$ 117,958,173

NET ASSET VALUES

Net assets	\$ 117,958,173
Shares outstanding	9,655,236

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Net asset value per share	\$	12.22
*Cost		
Long-term investment securities (unaffiliated)	\$	113,458,700
Short-term investment securities (unaffiliated)	\$	4,443,000

See Notes to Financial Statements

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SunAmerica Focused Alpha Large-Cap Fund, Inc.**STATEMENT OF OPERATIONS** *For the six months ended June 30, 2009 (unaudited)***INVESTMENT INCOME:**

Dividends (unaffiliated)	\$ 1,218,995
Interest (unaffiliated)	289
Total investment income*	1,219,284

EXPENSES:

Investment advisory and management fees	570,631
Administration fees	22,826
Transfer agent fees and expenses	10,902
Custodian and accounting fees	20,478
Reports to shareholders	31,513
Audit and tax fees	20,059
Legal fees	14,949
Directors' fees and expenses	28,484
Other expenses	21,707
Total expenses before custody credits	741,549
Custody credits earned on cash balances	(3)
Net expenses	741,546
Net investment income (loss)	477,738

NET REALIZED AND UNREALIZED GAIN (LOSS) ON INVESTMENTS AND FOREIGN CURRENCIES:

Net realized gain (loss) on investments (unaffiliated)	(22,655,221)
Change in unrealized appreciation (depreciation) on investments (unaffiliated)	22,951,937
Net realized and unrealized gain (loss) on investments and foreign currencies	296,716
NET INCREASE (DECREASE) IN NET ASSETS RESULTING FROM OPERATIONS	\$ 774,454

See Notes to Financial Statements

SunAmerica Focused Alpha Large-Cap Fund, Inc.
STATEMENT OF CHANGES IN NET ASSETS

	For the six months ended June 30, 2009 (unaudited)	For the year ended December 31, 2008
INCREASE (DECREASE) IN NET ASSETS		
Operations:		
Net investment income (loss)	\$ 477,738	\$ 542,084
Net realized gain (loss) on investments and foreign currencies	(22,655,221)	(9,093,924)
Net unrealized gain (loss) on investments and foreign currencies	22,951,937	(64,082,266)
Net increase (decrease) in net assets resulting from operations	774,454	(72,634,106)
Distributions to shareholders from:		
Net investment income	(477,738)*	(542,084)
Net realized gain on investments	*	
Return of capital	(1,936,071)*	(11,526,961)
Total distributions to shareholders	(2,413,809)	(12,069,045)
Total increase (decrease) in net assets	(1,639,355)	(84,703,151)
NET ASSETS:		
Beginning of period	\$ 119,597,528	\$ 204,300,679
End of period	\$ 117,958,173	\$ 119,597,528
Includes accumulated undistributed net investment income (loss)	\$ (1,936,071)	\$

* Amounts for net investment income, net realized gains on investments and return of capital are estimated as of June 30, 2009 and are subject to change and recharacterization at fiscal year end.

See Notes to Financial Statements

SunAmerica Focused Alpha Large-Cap Fund, Inc.
FINANCIAL HIGHLIGHTS

	For the six months ended June 30, 2009 (unaudited)	For the year ended December 31, 2008	For the year ended December 31, 2007	For the year ended December 31, 2006	For the period December 28, 2005 to December 31, 2005
Net Asset Value, Beginning of period	\$ 12.39	\$ 21.16	\$ 20.21	\$ 19.06	\$ 19.10(1)
Investment Operations:					
Net investment income (loss) @	0.05	0.06	0.02	(0.00)	0.00
Net realized and unrealized gain (loss) on investments	0.03	(7.58)	3.39	2.35	
Total from investment operations	0.08	(7.52)	3.41	2.35	
Distributions From:					
Net investment income	(0.05)*	(0.06)	(0.02)	(0.00)	
Net realized gains on investments	*		(1.38)	(0.15)	
Return of capital	(0.20)*	(1.19)	(1.06)	(1.05)	
Total distributions	(0.25)	(1.25)	(2.46)	(1.20)	
Capital Share Transactions:					
Offering costs for common shares charged to additional paid-in capital					(0.04)
Net Asset Value, End of period	\$ 12.22	\$ 12.39	\$ 21.16	\$ 20.21	\$ 19.06
Net Asset Value Total Return # (2)	0.91%	(36.95)%	17.40%	12.77%(4)	(0.21)%
	\$ 9.92	\$ 10.33	\$ 18.84	\$ 18.40	\$ 20.00

Market Value, End of period**Market Value Total**

Return # (3)	(1.37)%	(40.12)%	16.15%	(1.53)%	0.00%
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Ratios/Supplemental Data

Net Assets, end of period

(\$000 s)	\$ 117,958	\$ 119,598	\$ 204,301	\$ 195,177	\$ 184,037
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Ratio of expenses to average

net assets	1.32%(6)	1.26%(5)	1.21%(5)	1.23%(5)	0.03% (5)
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Ratio of net investment

income (loss) to average net

assets	0.85%(6)	0.33%(5)	0.11%(5)	0.00%(5)	0.00% (5)
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Portfolio turnover rate

	85%	120%	57%	91%	0%
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Commencement of operations

@ Calculated based upon average shares outstanding

Total return is not annualized.

* Amounts for net investment income, net realized gains on investments and return of capital are estimated as of June 30, 2009 and are subject to change and recharacterization at fiscal year end.

Due to commencing operations on December 28, 2005, the ratio of expenses and ratio of net investment income are not annualized. If the ratios were annualized, the ratio of expenses and the ratio of net investment income would have been 3.07% and 0.38%, respectively. The ratios are not representative of a full year of operations.

- (1) Net asset value, beginning of the period, reflects a deduction of \$0.90 per share sales charge from the initial offering price of \$20.00.
- (2) Based on the net asset value per share, dividends and distributions, if any, are assumed for purposes of this calculation to be reinvested at prices obtained under the Fund's dividend reinvestment plan. NAV performance reflects performance without imposition of initial sales charge in connection with the initial public offering of the Fund and would be lower if included.
- (3) Based on market value per share, dividends and distributions, if any, are assumed for purposes of this calculation to be reinvested at prices obtained under the Fund's dividend reinvestment plan.
- (4) The Fund's performance figure was increased by 0.11% from gains on the disposal of investments in violation of investment restrictions.
- (5) Excludes expense reductions. If expense reductions had been applied, the ratio of expenses and net investment income to average net assets would have remained the same.
- (6) Annualized

See Notes to Financial Statements

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SunAmerica Focused Alpha Large-Cap Fund, Inc.
PORTFOLIO PROFILE *June 30, 2009 (unaudited)*

Industry Allocation*

Medical-HMO	9.9%
Diversified Banking Institutions	6.1
Retail-Restaurants	5.9
Computers	5.5
Chemicals-Diversified	5.5
Retail-Apparel/Shoe	5.2
Telephone-Integrated	5.2
Tobacco	5.1
Web Portals/ISP	5.1
Oil & Gas Drilling	5.1
Oil Companies-Integrated	5.1
Agricultural Operations	5.0
Oil Companies-Exploration & Production	4.9
Electronics-Military	4.8
Diversified Minerals	4.7
Medical-Biomedical/Gene	4.1
Time Deposit	3.8
Wireless Equipment	