

SunAmerica Focused Alpha Large-Cap Fund, Inc.
Form N-CSRS
September 05, 2008

**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
AIG 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, 2008

Item 1. Reports to Stockholders.

June 30, 2008

SEMI-ANNUAL REPORT

SUNAMERICA FOCUSED ALPHA LARGE-CAP FUND, INC.

SunAmerica Focused Alpha Large-Cap Fund (FGI)

Table of Contents

SHAREHOLDERS LETTER

1

STATEMENT OF ASSETS AND LIABILITIES

3

STATEMENT OF OPERATIONS

4

STATEMENT OF CHANGES IN NET ASSETS

5

FINANCIAL HIGHLIGHTS

6

PORTFOLIO OF INVESTMENTS

7

NOTES TO FINANCIAL STATEMENTS

9

DIVIDEND REINVESTMENT AND CASH PURCHASE PLAN

15

RESULTS OF ANNUAL SHAREHOLDER MEETING

16

June 30, 2008

SEMI-ANNUAL REPORT

Shareholders Letter

Dear Shareholders:

We are pleased to present the semi-annual report for the SunAmerica Focused Alpha Large-Cap Fund (the Fund) and thank you for including this strategic investment solution in your investment plan.

In the 6 months ended June 30, 2008, the Fund's Net Asset Value (NAV) returned -10.71%, outperforming its benchmark, the Russell 1000 Index¹, which returned -11.20% for the same period. The Fund's market price returned -12.01% during the same period. As of June 30, 2008, the Fund's NAV was \$18.20 and its market price was \$15.88.

Equity returns experienced a roller coaster ride during the first six months of 2008. The S&P 500 Index had its worst June since 1930 and several major market indices had either reached, or were approaching, 20% declines from their peak levels in late 2007.

Two story lines affected the markets in the first half of the year – record high prices for energy and commodities and continued problems in the credit and housing markets. Market declines from mid-May mirrored the increases in the price of oil. Strains in the capital markets together with record declines in residential housing markets in the U.S. put added pressure on the equity market during the period.

Profit growth among sectors varied greatly. For instance, earnings advances during the six-month period were recorded for healthcare, energy, technology, and utility sectors, among others, while losses occurred for financials, cyclical-linked materials, and consumer discretionary stocks. Small-cap companies fared better than their large capitalization counterparts by nearly 200 basis points (based on the Russell 2000 Index³ and Russell 1000 Index performance). Within the large capitalization arena, growth topped value.

Fixed income markets were volatile in the first half of 2008. Long-term interest rates, as represented by the 10-year U.S. Treasury Note, ended June yielding 3.98%, nearly in line with where they started the year, but well below peak levels reached during the second quarter. A flight to the safe-harbor of U.S. Treasuries, and moves by investors – especially financial institutions – to de-leverage limited liquidity, put downward pressure on prices.

What sets our Fund apart from its competitors in the marketplace is 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 their favorite stock picks to the portfolio. Tom Marsico emphasizes large-cap growth investing while BlackRock's Bob Doll and his team favor a large-cap value investment style. Together, their stock picks, blending large growth and large value, are designed to generate strong, consistent results over the long-term.

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

AIG SunAmerica Asset Management Corp.

- 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 is constructed to provide a comprehensive and unbiased barometer for the large-cap segment and is completely reconstituted annually to ensure new and growing equities are reflected. The Russell 1000 includes the largest 1000 securities in the Russell 3000.
- ² The S&P 500 is the Standard & Poor's 500 composite Stock Price Index, a widely recognized, unmanaged index of common stock prices.
- ³ The Russell 2000 Index measures the performance of the small-cap segment of the U.S. equity universe. The Russell 2000 Index is a subset of the Russell 3000 Index representing approximately 10% of the total market capitalization of that index. It includes approximately 2000 of the smallest securities based on a combination of their market cap and current index membership.
Indices are not managed and an investor cannot invest directly into an index.

Shareholders Letter *(continued)*

Investors should carefully consider the SunAmerica Focused Alpha Large-Cap Fund's investment objective, strategies, risks, charges and expenses before investing. The SunAmerica Focused Alpha Large-Cap 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 SunAmerica Focused Alpha Large-Cap 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.

SunAmerica Focused Alpha Large-Cap Fund, Inc.

STATEMENT OF ASSETS AND LIABILITIES *June 30, 2008 (unaudited)*

ASSETS:

Long-term investment securities, at
market value (unaffiliated)*

\$166,749,188

Short-term investment securities, at
market value (unaffiliated)*

8,217,000

Total investments

174,966,188

Cash

27,989

Receivable for:

Dividends and interest

125,713

Investments sold

789,892

Prepaid expenses and other assets

4,044

Total assets

175,913,826

LIABILITIES:

Payable for:

Investment advisory and management
fees

153,471

Administration fees

6,140

Directors' fees and expenses

1,585

Other accrued expenses

68,300

Total liabilities

229,496

Net Assets

\$175,684,330

NET ASSETS REPRESENTED BY:

Common stock, \$0.001 par value
(200,000,000 shares authorized)

\$9,655

Additional paid-in capital

157,064,483 157,074,138

Accumulated undistributed net
investment income (loss) (unaffiliated)

Accumulated undistributed net realized
gain (loss) on investments (unaffiliated)

1,302,495

Unrealized appreciation (depreciation) on
investments (unaffiliated)

17,307,697

Net Assets

\$175,684,330

NET ASSET VALUES:

Net assets

\$175,684,330

Shares outstanding

9,655,236

Net asset value per share

\$18.20

*Cost

Long-term investment securities
(unaffiliated)

\$149,441,491

Short-term investment securities
(unaffiliated)

\$8,217,000

See Notes to Financial Statements

SunAmerica Focused Alpha Large-Cap Fund, Inc.

STATEMENT OF OPERATIONS *For the six months ended June 30, 2008 (unaudited)*

INVESTMENT INCOME:

Dividends (unaffiliated)
\$1,253,200
Interest (unaffiliated)
54,781
Total investment income*
1,307,981

EXPENSES:

Investment advisory and
management fees
930,947
Administration fees
37,238
Transfer agent fees and expenses
10,580
Custodian and accounting fees
33,780
Reports to shareholders
18,190
Audit and tax fees
18,928
Legal fees
24,366
Directors' fees and expenses
26,832
Other expenses
18,757
Total expenses before custody
credits
1,119,618
Custody credits earned on cash
balances
(108)
Net expenses
1,119,510
Net investment income (loss)
188,471

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

Net realized gain (loss) on
investments (unaffiliated)

1,363,239
Change in unrealized appreciation
(depreciation) on investments
(unaffiliated)
(23,409,394)
Net realized and unrealized gain
(loss) on investments and foreign
currencies
(22,046,155)
NET INCREASE
(DECREASE) IN NET ASSETS
RESULTING FROM
OPERATIONS
\$(21,857,684)

* Net of foreign withholding taxes on interest and dividends of
\$ 14,447

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, 2008 (unaudited)	For the year ended December 31, 2007
INCREASE (DECREASE) IN NET ASSETS		
Operations:		
Net investment income (loss)	\$188,471	\$224,090
Net realized gain (loss) on investments and foreign currencies	1,363,239	13,702,281
Net unrealized gain (loss) on investments and foreign currencies	(23,409,394)	18,949,293
Net increase (decrease) in net assets resulting from operations	(21,857,684)	32,875,664
Distributions to shareholders from:		
Net investment income	(188,471)*	(225,994)
Net realized gain on investments	*(13,318,014)	
Return of capital	(6,570,194)*	(10,207,872)
Total distributions to shareholders	(6,758,665)	(23,751,880)
Total increase (decrease) in net assets	(28,616,349)	9,123,784
NET ASSETS:		
Beginning of period	\$204,300,679	\$195,176,895
End of period	\$175,684,330	\$204,300,679

Includes accumulated undistributed net investment income (loss)

\$ \$

* Amounts estimated are for the net investment income, net realized short-term capital gains and return of capital as of June 30, 2008, and are subject to change and recharacterization at fiscal year end.

See Notes to Financial Statements

5

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

	For the Six Months Ended June 30, 2008 (unaudited)	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	\$ 21.16	\$ 20.21	\$ 19.06	\$ 19.10(1)
Investment Operations:				

Net investment income (loss) @	0.02	0.02	(0.00)	0.00
Net realized and unrealized gain (loss) on investments	(2.28)	3.39	2.35	
Total from investment operations	(2.26)	3.41	2.35	

Distributions From:

Net investment income	(0.02)*	(0.02)	(0.00)	
Net realized gains on investments	*(1.38)	(0.15)		
Return of capital	(0.68)*	(1.06)	(1.05)	
Total distributions	(0.70)	(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

\$18.20	\$21.16	\$20.21	\$19.06
---------	---------	---------	---------

Net Asset Value Total Return #(2)

(10.71)%	17.40%	12.77%(4)	(0.21)%
----------	--------	-----------	---------

Market Value, End of period

\$15.88	\$18.84	\$18.40	\$20.00
---------	---------	---------	---------

Market Value Total Return #(3)

(12.01)%	16.15%	(1.53)%	0.00%
----------	--------	---------	-------

Ratios/ Supplemental Data

Net Assets, end of period (\$000 s)

\$175,684	\$204,301	\$195,177	\$184,037
Ratio of expenses to average net assets			
1.22%	1.21%(5)	1.23%(5)	0.03% (5)
Ratio of net investment income (loss) to average net assets			
0.21%	0.11%(5)	0.00%(5)	0.00% (5)
Portfolio turnover rate			
55%	57%	91%	0%

Commencement of operations

@ Calculated based upon average shares outstanding

* Amounts estimated are for net investment income, net realized short-term capital gains and return of capital as of June 30, 2008, and are subject to change and recharacterization at fiscal year end.

Total return is not annualized.

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.

See Notes to Financial Statements

SunAmerica Focused Alpha Large-Cap Fund, Inc.
PORTFOLIO PROFILE *June 30, 2008 (unaudited)*

Industry Allocation*

Computers	14.3%
Oil Companies-Integrated	12.8
Aerospace/ Defense	6.5
Oil Companies-Exploration & Production	5.5
Commercial Services-Finance	5.3
Retail-Restaurants	5.3
Pharmacy Services	4.9
Insurance-Property/ Casualty	4.7
Medical-Biomedical/ Gene	4.7
Time Deposit	4.7
Medical-Drugs	4.7
Transport-Rail	4.1
Steel-Producers	4.0
Office Automation & Equipment	3.7
Agricultural Chemicals	3.5
Oil-Field Services	3.4
Casino Hotels	2.6
Cellular Telecom	2.5
Web Portals/ ISP	2.4 99.6%

* Calculated as a percentage of net assets

SunAmerica Focused Alpha Large-Cap Fund, Inc.
PORTFOLIO OF INVESTMENTS *June 30, 2008 (unaudited)*

Security Description	Shares	Market Value (Note 2)
COMMON STOCK 94.9%		
Aerospace/ Defense 6.5%		
General Dynamics Corp.		
55,177		\$4,645,904
Lockheed Martin Corp.		
68,705	6,778,435	11,424,339
Agricultural Chemicals 3.5%		
Monsanto Co.		
48,039		6,074,051
Casino Hotels 2.6%		
Wynn Resorts, Ltd		
55,937		4,550,475
Cellular Telecom 2.5%		
America Movil SAB de CV, Series L ADR		
84,313		4,447,511