

CENTRAL SECURITIES CORP
Form N-30B-2
October 28, 2014

CENTRAL SECURITIES CORPORATION

INTERIM REPORT TO STOCKHOLDERS

AS OF SEPTEMBER 30, 2014

To the Stockholders of

Central Securities Corporation:

Financial data for the quarter ended September 30, 2014 prepared by management without audit by our independent registered public accounting firm and other pertinent information are submitted herewith.

Comparative net assets are as follows:

| | Sept. 30, 2014 | June 30, 2014 | Dec. 31, 2013 |
|--------------------------------------|----------------|---------------|---------------|
| Net assets | \$661,143,716 | \$680,152,702 | \$648,261,868 |
| Net assets per share of Common Stock | 27.41 | 28.20 | 26.78 |
| Shares of Common Stock outstanding | 24,119,825 | 24,117,323 | 24,207,823 |

Comparative operating results are as follows:

| | Nine months ended | |
|---|-------------------|--------------|
| | September 30, | |
| | 2014 | 2013 |
| Net investment income | \$2,779,374 | \$2,832,045 |
| Per share of Common Stock | .12 | * .12 * |
| Net realized gain on sale of investments | 33,658,319 | 79,577,054 |
| Decrease in net unrealized appreciation of investments | (16,813,184) | (1,399,884) |
| Increase (decrease) in net assets resulting from operations | 19,624,509 | 81,009,215 |

* Per-share data are based on the average number of Common shares outstanding during the nine-month period.

In the quarter ended September 30, 2014, the Corporation did not repurchase any shares of its Common Stock. The Corporation may from time to time purchase its Common Stock in such amounts and at such prices as the Board of Directors deems advisable in the best interests of stockholders. Purchases may be made on the NYSE MKT or in private transactions directly with stockholders.

Stockholders' inquiries are welcome.

Central Securities Corporation

Wilmot H. Kidd, *President*

630 Fifth Avenue
New York, NY 10111
October 8, 2014

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PRINCIPAL PORTFOLIO CHANGES

July 1 to September 30, 2014

(Common Stock unless specified otherwise)

(unaudited)

| | Number of Shares | | Held September 30, 2014 |
|---|------------------|---------|----------------------------------|
| | Purchased | Sold | |
| The Bank of New York Mellon Corporation | | 300,000 | 625,000 |
| Brady Corporation | 160,000 | | 750,000 |
| CEVA, Inc. | | 84,967 | 176,033 |
| GeoMet, Inc. Series A Convertible Redeemable Preferred Stock | 10,108 (a) | | 333,570 |
| Intel Corporation | | 50,000 | 1,250,000 |
| Leggett & Platt, Inc. | | 102,000 | — |
| Murphy Oil Corporation | | 20,000 | 260,000 |
| Rayonier Inc. | 400,000 | | 400,000 |
| Roper Industries, Inc. | | 10,000 | 90,000 |
| TRI Pointe Homes, Inc. | 100,000 | | 700,000 |
| Walgreen Co. | | 20,000 | 240,000 |

(a) Received as a dividend.

TEN LARGEST INVESTMENTS

September 30, 2014

(unaudited)

| | Cost | Value | Percent of Net Assets | Year First Acquired |
|---|------------|---------|--------------------------------|------------------------|
| | (millions) | | | |
| The Plymouth Rock Company, Inc. | \$0.9 | \$132.5 | 20.0 | % 1982 |
| Intel Corporation | 16.2 | 43.5 | 6.6 | 1986 |
| Coherent, Inc. | 17.5 | 40.3 | 6.1 | 2007 |
| Agilent Technologies, Inc. | 12.6 | 33.6 | 5.1 | 2005 |
| Analog Devices, Inc. | 7.6 | 27.7 | 4.2 | 1987 |
| The Bank of New York Mellon Corporation | 16.1 | 24.2 | 3.7 | 1993 |
| Citigroup Inc | 19.7 | 20.7 | 3.1 | 2013 |
| Capital One Financial Corporation | 13.0 | 19.6 | 3.0 | 2013 |
| Motorola Solutions, Inc. | 14.3 | 19.0 | 2.9 | 2000 |
| Brady Corporation | 5.1 | 16.8 | 2.5 | 1984 |

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BOARD OF DIRECTORS

Wilmot H. Kidd, Chairman
David C. Colander, Lead Independent Director
L. Price Blackford
Simms C. Browning
Donald G. Calder
Jay R. Inglis
C. Carter Walker, Jr.

OFFICERS

Wilmot H. Kidd, President
Marlene A. Krumholz, Vice President and Secretary
Andrew J. O'Neill, Vice President
Lawrence P. Vogel, Vice President and Treasurer

OFFICE

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New York, NY 10111
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www.centralsecurities.com

TRANSFER AGENT AND REGISTRAR

Computershare Trust Company, N.A.
P. O. Box 30170, College Station, TX 77842-3170
800-756-8200
www.computershare.com

CUSTODIAN

UMB Bank, N.A.
Kansas City, MO

INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM

KPMG LLP
New York, NY

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