

RENN Global Entrepreneurs Fund, Inc.
Form N-CSR
March 07, 2012

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 811-22299

RENN Global Entrepreneurs Fund, Inc.
(Exact name of Registrant as specified in charter)
8080 N. Central Expressway, Suite 210/LB 59
Dallas, Texas 75206
(Address of principal executive offices)
214-891-8294
(Registrant's telephone number, including area code)

Russell Cleveland
President and CEO
RENN Capital Group, Inc.
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Dallas, Texas 75206
(Name and address of agent for service of process)
214-891-8294
(Agent's telephone number, including area code)

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Date of fiscal year end: December 31,

December 31, 2011
(Date of reporting period)

Item 1. Annual Report to Shareholders

ANNUAL REPORT TO SHAREHOLDERS
OF
RENN GLOBAL ENTREPRENEURS FUND, INC.

December 31, 2011

Dear Shareholder,

I believe in 2012 we may be emerging from one of the longest and most difficult periods in memory. Over the past several years we have been planting, i.e., investing in a number of companies that could blossom in 2012.

One of our legacy companies has emerged as a new public stock. CMSF, Inc. is now Plures Technologies, Inc. This company has exciting possibilities with respect to its specialty semiconductor technology. Meanwhile, we are continuing to work on finding a merger partner for Integrated Security Systems, Inc., another legacy holding. We have been examining a number of different opportunities and hope to have something favorable to report over the next three to six months. RENN Global is a significant holder of each of these companies.

In our semi-annual report we described a new holding, AnchorFree, Inc. This company is still privately owned but continues to make excellent progress. AnchorFree is now ranked in the top 100 online destinations by traffic in the whole world, a very big accomplishment. The company now has over 10 million unique users with 2 billion page views per month. AnchorFree recently released its Apple application which is already one of the top downloaded utility applications in six countries. The addressable world market is currently 1.5 billion internet users so the market potential is quite large. Long term, AnchorFree would like to go public or merge with a major strategic partner. Unlike many internet companies, AnchorFree is very profitable.

We also described in our semi-annual report a large holding, PHC, was being acquired by Acadia Health. This merger has been completed. As a major player in the behavioral, mental health field, Acadia is commanding attention from a number of health care analysts. The stock trades under the symbol ACHC on the NASDAQ. We have a nice unrealized profit in ACHC, and we anticipate further growth.

Several more of our holdings, e.g., Access Plans, Inc. and Global Access Corporation, could be acquired and provide liquidity for the Fund. Lastly, Bovie Medical expects JPlasma, a revolutionary surgical product, to be cleared in the near term by the FDA. I believe Bovie could have significant appreciation in 2012-2013.

It appears that the Chinese stocks have “bottomed out” after a very difficult market period. Any up-turn would really help this portfolio. In these difficult economic times, all six of our Chinese holdings exhibited revenue growth this year.

We will have our 2011 Annual Shareholders Meeting on Wednesday, May 23, 2012 at the Doubletree Hotel, Campbell Center at 11:00 a.m. to vote for, among other things, directors and review our portfolio.

Even though we have been through a difficult period, we have had successes in the past. Perhaps we are coming back into “our zone” in 2012. We appreciate our shareholders’ support.

Sincerely

Russell Cleveland
President and CEO

ANNUAL REPORT TO SHAREHOLDERS
FOR THE YEAR ENDED DECEMBER 31, 2011

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RENN Global Entrepreneurs Fund, Inc.
 Schedule of Investments
 December 31, 2011

Allocation of Assets (% of Fund's Net Assets)

Industry	%
Semiconducors & Related Devices	16.7%
Non-Operating Establishments	14.1%
Services - Specialty Outpatient Facilities, NEC	13.1%
Services - Direct Mail & Advertising	10.5%
Services - Business Services, NEC	10.3%
Surgical & Medical Instruments & Apparatus	9.0%
Communication Services	8.9%
Household Audio & Video Equipment	4.2%
Electronic Components & Accessories	3.8%
Services - Detective, Guard, Armored Car Services	3.7%
Electrical Industrial Apparatus	2.3%
Wholesale - Electronic Parts & Equipment	1.7%
Crude Petroleum & Natural Gas	1.4%
Canned, Frozen & Preserved Fruit, Vegetable & Food Specialties	0.9%
Advertising	0.7%
Biological Products	0.2%
Cash and Accruals	-1.5%
	100.0%

Allocation of Assets by Country (% of Fund's Net Assets)

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RENN Global Entrepreneurs Fund, Inc.

Schedule of Investments
December 31, 2011

SCHEDULE OF INVESTMENTS
Unaffiliated Investments

Shares or Principal Amount	Company	Cost	Value (12)
	CONVERTIBLE BONDS - 7.30% (6)		
	Business Services - 2.99%		
\$ 569,000	Pipeline Data, Inc. 10% Maturity June 29, 2011 (11)	\$ 569,000	\$ 284,500
	Crude Petroleum & Natural Gas - 1.26%		
\$ 1,000,000	PetroHunter Energy Corporation 8.5% Maturity November 5, 2012	1,000,000	120,000
	Semiconductors and Related Devices - 3.05%		
\$ 966,666(11)	Dynamic Green Energy Limited 7% Maturity June 10, 2011 (1)	966,666	290,000
	Total Unaffiliated Convertible Bonds	2,535,666	694,500
	OTHER SECURITIES - 8.95% (3) (6)		
	CONVERTIBLE PREFERRED EQUITIES		
	Communication Services - 8.95%		
277,778	AnchorFree, Inc. Series A Convertible Preferred (1) (3)	500,000	850,001
	Total Unaffiliated Convertible Preferred Equities	500,000	850,001
	COMMON EQUITIES - 45.40% (3)(6)		
	Advertising - 0.68%		
100,000	SearchMedia Holdings Ltd (3)	780,994	65,000
	Biological Products - 0.21%		
1,335,714	Hemobiotech (3)	1,360,116	20,036
	Business Services, NEC - 7.30%		
476,667	Global Axxess Corporation (3)	630,834	286,000
	Points International, Ltd. (3) (5)		407,835
51,300		280,440	
		911,274	693,835
	Canned, Frozen & Preserved Fruit, Veg & Food Specialties - 0.97%		
49,650	SkyPeople Fruit Juice Inc. New (3)	148,950	92,349
	Crude Petroleum & Natural Gas - 0.10%		
	PetroHunter Energy Corporation (3)	101,056	9,701

808,445