

ROYCE FOCUS TRUST INC

Form N-Q

November 29, 2005

UNITED STATES

SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

FORM N-Q

QUARTERLY SCHEDULE OF PORTFOLIO HOLDINGS OF REGISTERED  
MANAGEMENT INVESTMENT COMPANY

Investment Company Act file number: 811-05379

Name of Fund: Royce Focus Trust, Inc.

Fund Address: 1414 Avenue of the Americas

New York, NY 10019

Name and address of agent for service:

John E. Denneen, Esq.

Royce & Associates, LLC

1414 Avenue of the Americas

New York, NY 10019

Registrant's telephone number, including area code: (212) 486-1445

Date of fiscal year end: 12/31/2005

Date of reporting period: 9/30/2005

Item 1 - Schedule of Investments

Portfolio of Investments

ROYCE FOCUS TRUST

SCHEDULE OF INVESTMENTS

SEPTEMBER 30, 2005 (UNAUDITED)

**COMMON STOCKS - 82.9%**

**Consumer Products - 5.9%**

Apparel and Shoes - 1.3%

Columbia Sportswear Company a,c

**SHARES**

**VALUE**

40,000

\$ 1,856,000

Sports and Recreation - 4.6%

Thor Industries

100,000

3,400,000

Winnebago Industries

100,000

2,897,000

6,297,000

**Total**

8,153,000

**Consumer Services - 4.6%**

Direct Marketing - 2.1%

Nu Skin Enterprises Cl. A

150,000

2,857,500

Retail Stores - 1.6%

Pier 1 Imports

200,000

2,254,000

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Other Consumer Services - 0.9%		
Corinthian Colleges <u>a</u>	100,000	1,327,000
<b>Total</b>		<u>6,438,500</u>
<b>Financial Intermediaries - 3.5%</b>		
Insurance - 2.5%		
Alleghany Corporation <u>a</u>	7,500	2,295,000
ProAssurance Corporation <u>a,c</u>	25,000	1,166,750
		<u>3,461,750</u>
Other Financial Intermediaries - 1.0%		
TSX Group	40,000	1,387,011
<b>Total</b>		<u>4,848,761</u>
<b>Financial Services - 4.8%</b>		
Information and Processing - 2.0%		
eFunds Corporation <u>a</u>	150,000	2,824,500
Investment Management - 2.8%		
GAMCO Investors Cl. A	41,500	1,902,775
U.S. Global Investors Cl. A <u>a,c</u>	295,605	1,936,213
		<u>3,838,988</u>
<b>Total</b>		<u>6,663,488</u>
<b>Health - 7.8%</b>		
Drugs and Biotech - 6.3%		
Elan Corporation ADR <u>a,b,c</u>	249,900	2,214,114
Endo Pharmaceuticals Holdings <u>a,c</u>	100,000	2,667,000
Lexicon Genetics <u>a,c</u>	350,000	1,393,000
Myriad Genetics <u>a</u>	50,000	1,093,000
Orchid Cellmark <u>a,c</u>	150,000	1,275,000
		<u>8,642,114</u>
Medical Products and Devices - 1.5%		
Caliper Life Sciences <u>a</u>	200,000	1,406,000
Possis Medical <u>a,c</u>	63,600	697,056
		<u>2,103,056</u>
<b>Total</b>		<u>10,745,170</u>
<b>Industrial Products - 23.5%</b>		
Building Systems and Components - 3.4%		
Simpson Manufacturing	120,000	4,696,800
Construction Materials - 1.8%		
Florida Rock Industries	40,000	2,563,600
Machinery - 5.1%		
Lincoln Electric Holdings	75,000	2,955,000
Pason Systems	120,000	2,805,677

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Woodward Governor Company	15,000	1,275,750
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		7,036,427
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Metal Fabrication and Distribution - 13.2%		
Harris Steel Group	150,000	3,161,290
IPSCO	75,000	5,361,750
Metal Management	150,000	3,802,500
Reliance Steel & Aluminum	50,000	2,646,500
Schnitzer Steel Industries Cl. A	100,000	3,257,000
		<hr/>
		18,229,040
		<hr/>
<b>Total</b>		32,525,867
		<hr/>
<b>Industrial Services - 3.0%</b>		
Commercial Services - 1.2%		
BB Holdings	250,000	1,677,750
		<hr/>
Engineering and Construction - 1.8%		
Dycom Industries <u>a,c</u>	120,000	2,426,400
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<b>Total</b>		4,104,150
		<hr/>
<b>Natural Resources - 19.8%</b>		
Energy Services - 9.4%		
Ensign Energy Services	120,000	4,089,806
Input/Output <u>a,c</u>	300,000	2,394,000
Tesco Corporation <u>a</u>	160,000	2,516,800
Trican Well Service <u>a</u>	110,000	4,003,527
		<hr/>
		13,004,133
		<hr/>
Precious Metals and Mining - 10.4%		
Glamis Gold <u>a,c</u>	180,000	3,978,000
Hecla Mining Company <u>a</u>	600,000	2,628,000
Meridian Gold <u>a</u>	150,000	3,286,500
Pan American Silver <u>a</u>	120,000	2,119,200
Silver Standard Resources <u>a,c</u>	180,000	2,466,000
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		14,477,700
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<b>Total</b>		27,481,833
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<b>Technology - 9.8%</b>		
Components and Systems - 1.8%		
Lowrance Electronics	100,000	2,539,000
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Internet Software and Services - 1.4%		
RealNetworks <u>a</u>	350,000	1,998,500
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IT Services - 0.9%		
Syntel	60,000	1,169,400
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Software - 3.9%		
ManTech International Cl. A <u>a,c</u>	50,000	1,320,500
PLATO Learning <u>a</u>	160,000	1,217,600

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Transaction Systems Architects Cl. A <u>a</u>	100,100	2,787,785
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		5,325,885
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Telecommunications - 1.8% Foundry Networks <u>a</u>	200,000	2,540,000
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<b>Total</b>		13,572,785
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<b>Miscellaneous - 0.2%</b> <b>Total</b>		274,024
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<b>TOTAL COMMON STOCKS</b> (Cost \$73,494,117)		114,807,578
		<hr/>
	<b>PRINCIPAL AMOUNT</b>	
<b>CORPORATE BONDS - 5.3%</b>		
Athena Neurosciences Finance 7.25% Senior Note due 2/21/08 <u>c</u>	\$ 6,000,000	5,760,000
E*TRADE Financial 6.00% Conv. Sub. Note due 2/1/07	1,500,000	1,515,000
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<b>TOTAL CORPORATE BONDS</b> (Cost \$6,814,358)		7,275,000
		<hr/>
<b>GOVERNMENT BONDS - 8.8%</b> (Principal Amount shown in local currency.)		
Canadian Government Bond 3.00% due 6/1/07	6,150,000	5,264,453
New Zealand Government Bond 6.50% due 2/15/06	10,000,000	6,914,927
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<b>TOTAL GOVERNMENT BONDS</b> (Cost \$10,806,571)		12,179,380
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<b>U.S. TREASURY OBLIGATIONS - 7.4%</b>		
U.S. Treasury Notes		
Treasury Inflation Index Protection Security 2.00% due 7/15/14	10,000,000	10,215,230
		<hr/>
<b>TOTAL U.S. TREASURY OBLIGATIONS</b> (Cost \$10,425,435)		10,215,230
		<hr/>
<b>REPURCHASE AGREEMENT - 13.6%</b>		
State Street Bank & Trust Company, 3.30% dated 9/30/05, due 10/3/05, maturity value \$18,888,193 (collateralized by obligations of various U.S. Government Agencies, valued at \$19,358,081)		
(Cost \$18,883,000)		18,883,000
		<hr/>
<b>COLLATERAL RECEIVED FOR SECURITIES LOANED - 5.3%</b>		
Money Market Funds		
State Street Navigator Securities Lending Prime Portfolio		7,274,369
		<hr/>
(Cost \$7,274,369)		7,274,369
		<hr/>
<b>TOTAL INVESTMENTS - 123.3%</b> (Cost \$127,697,850)		170,634,557
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<b>LIABILITIES LESS CASH AND OTHER ASSETS - (5.2)%</b>		(7,218,515)

<b>PREFERRED STOCK - (18.1)%</b>	(25,000,000)
<b>NET ASSETS APPLICABLE TO COMMON STOCKHOLDERS - 100.0%</b>	<b><u>\$ 138,416,042</u></b>

- a Non-income producing.
- b American Depository Receipt.
- c A portion of these securities were on loan at September 30, 2005. Total market value of loaned securities at September 30, 2005 was \$7,061,219.

**INCOME TAX INFORMATION:** The cost of total investments for Federal income tax purposes was \$128,011,549. At September 30, 2005, net unrealized appreciation for all securities was \$42,623,008, consisting of aggregate gross unrealized appreciation of \$44,905,151 and aggregate gross unrealized depreciation of \$2,282,143. The primary differences in book and tax basis cost is the timing of the recognition of losses on securities sold and amortization of discount for book and tax purposes.

**Valuation of investments:**

Investment trans