

Clough Global Allocation Fund  
Form N-Q  
October 28, 2004

**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: **811-21583**

**CLOUGH GLOBAL ALLOCATION FUND**

(Exact name of registrant as specified in charter)

**1625 Broadway, Suite 2200, Denver, Colorado 80202**

(Address of principal executive offices) (Zip code)

**Erin Douglas**

**Clough Global Allocation Fund**

**1625 Broadway, Suite 2200**

**Denver, Colorado 80202**

(Name and address of agent for service)

Registrant's telephone number, including area code: **(303) 623-2577**

Date of fiscal year end: **May 31**

Date of reporting period: **August 31**

**Item 1 Schedule of Investments.****CLOUGH GLOBAL ALLOCATION FUND****PORTFOLIO OF INVESTMENTS (Unaudited)**

August 31, 2004

	Shares	Value
<b>COMMON STOCKS</b>	<b>38.8%</b>	
<b>Japan Markets</b>	<b>5.4%</b>	
ACOM Co., Ltd.	10,400	\$ 686,384
Aiful Corp.	7,000	701,634
Airport Facilities Co., Ltd.	59,000	302,439
Bank of Yokohama, Ltd.	160,000	951,989
Daiwa Securities Group Inc.	178,000	1,156,849
Kokuyo Co., Ltd.	56,000	641,787
Lion Corp.	116,000	683,821
Nikko Cordial Corp.	148,000	665,184
Nippon Broadcasting System	13,500	633,942
Nippon Yusen Kabushiki Kaisha	146,000	757,765
Nisshinbo Industries, Inc.	93,000	659,755
Toho Co., Ltd.	46,000	661,083
Wacoal Corp.	67,000	661,751
York-Benimaru Co., Ltd.	26,000	650,922
<b>TOTAL JAPAN MARKETS</b>		<b>9,815,305</b>
<b>Energy</b>	<b>10.9%</b>	
Apache Corp.	20,000	893,800
Chesapeake Energy Corp.	80,000	1,130,400
CONSOL Energy Inc.	20,000	641,600
Cooper Cameron Corp.*	30,000	1,527,900
Devon Energy Corp.	12,000	777,720
Diamond Offshore Drilling, Inc.	25,000	635,500
ENSCO International Inc.	50,000	1,458,000
FMC Technologies, Inc.*	50,000	1,536,000
Globalsantefe Corp.	30,000	836,400
Halliburton Co.	20,000	583,400
Massey Energy Co.	25,000	688,000
National-Oilwell, Inc.*	52,000	1,554,800
Noble Corp.*	37,000	1,488,140
Patterson-UTI Energy, Inc.	40,000	692,800
Precision Drilling Corp.*	16,000	790,400
Rowan Companies, Inc.*	55,000	1,337,600
Royal Dutch Petroleum Co.- ADR	10,000	506,900
Schlumberger, Ltd.	14,000	865,200
Tidewater Inc.	10,000	291,800
Transocean Inc.*	48,000	1,473,600
<b>TOTAL ENERGY</b>		<b>19,709,960</b>
<b>Finance</b>	<b>7.9%</b>	

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Astoria Financial Corp.	20,000	726,800
Bank Mutual Corp.	17,000	193,970
BankUnited Financial Corp.- Class A*	14,400	407,232
Brookline Bancorp, Inc.	65,500	991,670
Citigroup, Inc.	20,000	931,600

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Cohen & Steers, Inc.	117,000	1,743,300
Fidelity Bankshares, Inc.	30,000	1,083,300
First Niagara Financial Group, Inc.	40,000	503,600
Independent Bank Corp.	25,000	748,500
Merrill Lynch & Co., Inc.	39,000	1,991,730
NewAlliance Bancshares, Inc.	68,000	931,600
New York Community Bancorp, Inc.	20,000	427,000
Provident Financial Services, Inc.	30,000	535,800
Sovereign Bancorp, Inc.	86,000	1,879,960
Webster Financial Corp.	22,000	1,082,400
<b>TOTAL FINANCE</b>		<b>14,178,462</b>
<b>Healthcare</b>	<b>0.5 %</b>	
Sepracor Inc.*	20,000	992,200
<b>TOTAL HEALTHCARE</b>		<b>992,200</b>
<b>Housing</b>	<b>2.0 %</b>	
D.R. Horton, Inc.	20,000	618,800
Hovnanian Enterprises, Inc.- Class A*	15,176	522,358
KB Home	13,000	894,010
Lennar Corp.- Class A	20,000	916,000
Toll Brothers, Inc.*	14,000	621,460
<b>TOTAL HOUSING</b>		<b>3,572,628</b>
<b>Industrial</b>	<b>2.1 %</b>	
General Electric Co.	26,000	852,540
GOL Linhas Aereas Inteligentes S.A. - ADR*	30,000	523,800
Methanex Corp.	35,000	473,200
Smurfit - Stone Container Corp.*	45,000	798,300
Trinity Industries, Inc.	35,000	971,250
Willbros Group, Inc.*	10,000	140,000
<b>TOTAL INDUSTRIAL</b>		<b>3,759,090</b>
<b>Insurance</b>	<b>0.9 %</b>	
Selective Insurance Group, Inc.	20,800	718,224
XL Capital, Ltd.- Class A	12,200	856,440
<b>TOTAL INSURANCE</b>		<b>1,574,664</b>
<b>Media</b>	<b>0.3 %</b>	
Marvel Enterprises, Inc.*	35,000	513,450
<b>TOTAL MEDIA</b>		<b>513,450</b>
<b>Metals</b>	<b>1.1 %</b>	
Freeport McMoRan Copper & Gold Inc.	15,400	579,502
Newmont Mining Corp.	5,000	221,950
POSCO - ADR	5,000	180,900
Schnitzer Steel Industries, Inc. - Class A	37,100	1,042,510
<b>TOTAL METALS</b>		<b>2,024,862</b>
<b>Retail</b>	<b>0.5 %</b>	
Albertson's, Inc.	18,500	454,730

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Wolverine World Wide, Inc.	15,000	361,800
TOTAL RETAIL		816,530

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<b>Technology</b>	<b>2.6%</b>		
Microsoft Corp.		60,000	1,638,000
Nextel Communications, Inc. - Class A*		79,700	1,848,243
Radvision, Ltd.*		48,900	485,088
Sanmina - SCI Corp.*		96,000	664,320
<b>TOTAL TECHNOLOGY</b>			<b>4,635,651</b>
<b>Transportation</b>	<b>1.1%</b>		
General Maritime Corp.*		16,000	436,480
Golar LNG, Ltd.*		28,200	393,954
OMI Corp.		32,000	407,040
Teekay Shipping Corp.		12,000	420,600
Tsakos Energy Navigation, Ltd.		14,000	380,800
<b>TOTAL TRANSPORTATION</b>			<b>2,038,874</b>
<b>Utilities</b>	<b>3.5%</b>		
Dominion Resources, Inc.		8,000	519,120
DTE Energy Co.		13,000	537,160
Duke Energy Corp.		23,000	509,220
Entergy Corp.		39,000	2,351,700
Exelon Corp.		14,000	515,900
FPL Group, Inc.		7,000	484,400
Southern Co.		17,000	515,950
Williams Cos., Inc.		70,000	832,300
<b>TOTAL UTILITIES</b>			<b>6,265,750</b>
<b>TOTAL COMMON STOCKS</b> (Cost \$69,241,033)			<b>69,897,426</b>
<b>EXCHANGE TRADED FUNDS</b>	<b>2.4%</b>		
iShares			
MSCI Brazil		99,000	1,684,980
MSCI Hong Kong		50,000	547,000
MSCI Malaysia		133,300	859,785
MSCI Pacific		8,000	606,320
MSCI Taiwan		52,000	553,280
<b>TOTAL EXCHANGE TRADED FUNDS</b> (Cost \$4,031,375)			<b>4,251,365</b>
<b>MONEY MARKET MUTUAL FUNDS</b>	<b>11.5%</b>		
J.P. Morgan Prime Money Market Fund		20,729,498	20,729,498
<b>TOTAL MONEY MARKET MUTUAL FUNDS</b> (Cost \$20,729,498)			<b>20,729,498</b>

Due Date		Coupon	Principal Amount	
<b>U.S. GOVERNMENT &amp; AGENCY OBLIGATIONS</b>	<b>50.9%</b>			
<b>Federal National Mortgage Association</b>	<b>41.5%</b>			
10/27/04 DN		1.578% \$	25,000,000	24,938,633
10/27/04 DN		1.578%	50,000,000	49,877,267



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TOTAL FEDERAL NAT L MORTGAGE ASSOC.				74,815,900
<b>U.S. Treasury Bill</b>	<b>9.4%</b>			
11/04/04		1.430%	17,000,000	16,955,902
TOTAL U.S. GOVERNMENT & AGENCY OBLIGATIONS (Cost \$91,772,682)				91,771,802
TOTAL INVESTMENTS (Cost \$185,774,588)		103.6%		186,650,091
Liabilities in Excess of Other Assets		-3.6%		(6,487,269)
NET ASSETS		100.0%	\$	180,162,822

\*Non-income producing security  
ADR - American Depositary Receipt  
DN - Discount Note

**Income Tax Information:**

As of August 31, 2004				
Gross appreciation (excess of value over tax cost)			\$	1,934,561
Gross depreciation (excess of tax cost over value)				(1,059,058)
Net unrealized appreciation			\$	875,503
Cost of investments for income tax purposes			\$	185,774,588



**Item 2 - Controls and Procedures.**

(a) The Registrant's Principal Executive Officer and Principal Financial Officer have evaluated the Registrant's disclosure controls and procedures (as defined in Rule 30a-3(c) under the Investment Company Act of 1940) within 90 days of this filing and have concluded that the Registrant's disclosure controls and procedures were effective, as of that date.

(b) There was no change in the Registrant's internal control over financial reporting (as defined in Rule 30a-3(d) under the Investment Company Act of 1940) during Registrant's last fiscal quarter that has materially affected, or is reasonably likely to materially affect, the Registrant's internal control over financial reporting.

**Item 3 Exhibits.**

Separate certifications for the Registrant's Principal Executive Officer and Principal Financial Officer, as required by Section 302 of the Sarbanes-Oxley Act of 2002 and Rule 30a-2(a) under the Investment Company Act of 1940, are attached as Ex99.CERT

**SIGNATURES**

Pursuant to the requirements of the Securities Exchange Act of 1934 and the Investment Company Act of 1940, the registrant has duly caused this report to be signed on its behalf by the undersigned, thereunto duly authorized.

**CLOUGH GLOBAL ALLOCATION FUND**

By: /s/ Edmund J. Burke  
**Edmund J. Burke**  
**President**

Date: October 28, 2004

Pursuant to the requirements of the Securities Exchange Act of 1934 and the Investment Company Act of 1940, this report has been signed below by the following persons on behalf of the registrant and in the capacities and on the dates indicated.

By: /s/ Edmund J. Burke  
**Edmund J. Burke**  
**President**

Date: October 28, 2004

By: /s/ Jeremy O. May  
**Jeremy O. May**  
**Treasurer**

Date: October 28, 2004