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Seligman LaSalle International Real Estate Fund, Inc.
Form N-CSR
March 10, 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 811-21365

Seligman LaSalle International Real Estate Fund, Inc.

(Exact name of Registrant as specified in charter)

100 Park Avenue

New York, New York 10017

(Address of principal executive offices) (Zip code)

Lawrence P. Vogel

100 Park Avenue

New York, New York 10017

(Name and address of agent for service)

Registrant's telephone number, including area code:

(212) 850-1864

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Date of fiscal year end: 12/31
Date of reporting period: 12/31/07

FORM N-CSR

ITEM 1. REPORTS TO STOCKHOLDERS.



Experience

Seligman has been in business for more than 140 years, at times playing a central role in the financial development of the country and its markets. Over that time, the firm has managed clients' wealth through dramatic market changes and has remained a consistent, reliable presence on Wall Street. Today, Seligman is drawing on its long history and long-term perspective as we focus on the future and on developing investment solutions that help clients arrive at their goals.

Insight

Asset management is driven by insight into the direction of the economy, how companies will perform, how markets will behave, and how investors will respond. Portfolio managers at the firm have been in the investment business, on average, for more than 20 years. Over that time, they have refined their ability to assess a company's prospects, management, and products, while also weighing the impact of economic and market cycles, new trends, and developing technologies.

Solutions

Seligman's commitment to the development of innovative investment products—including the nation's first growth mutual fund, pioneering single-state municipal funds, and one of the country's premier technology funds—defines our past and informs our future. Our ongoing research into the nature of investment risk—begun in the early 1990s—has resulted in the Seligman Time Horizon Matrix asset allocation strategy that redefines the relationship between risk and reward over time. The strategy offers investors a variety of investment solutions for goals ranging from college savings to retirement planning. Whether you select Seligman for one investment product, or as a comprehensive asset manager, we believe we can help you reach your goals.

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To The Stockholders

Your first annual stockholder report for Seligman LaSalle International Real Estate Fund, Inc. follows this letter. The report contains a discussion with your Portfolio Managers, as well as the Fund's investment results, portfolio of investments, and financial statements as of December 31, 2007.

From inception through December 31, 2007, Seligman LaSalle International Real Estate Fund posted a total return of -19.9%, based on net asset value (excluding sales charges), and -32.2%, based on market price. For the same period, the FTSE-NAREIT Equity REIT Index delivered a total return of -18.5%, the UBS Global Real Estate Investors Index delivered a total return of -15.9%, and the UBS Global Real Estate Investors Index (excluding US) delivered a total return of -14.4%.

After many years of favorable performance, public real estate securities performed poorly throughout much of 2007. Given the current state of the economy, it is possible that the performance of the asset class may remain lackluster over the short-term. We are confident, however, in the long-term opportunities offered by real estate securities.

We thank you for your support of Seligman LaSalle International Real Estate Fund.

By order of the Board of Directors,

William C. Morris
Chairman

Brian T. Zino
President

February 28, 2008

Manager

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Telephone Access Service

Interview With Your Portfolio Managers

George Noon, Stanley Kraska, Keith Pauley and Ernst-Jan de Leeuw

Q: *How did Seligman LaSalle International Real Estate Fund perform during the year ended December 31, 2007?*

A: Seligman LaSalle International Real Estate Fund seeks long-term capital appreciation by investing predominantly in the equity securities of international real estate companies. The Fund offered its stock to the public and made its initial investments in late May 2007. From inception on May 30, 2007 through December 31, 2007, the Fund posted a total return, based on net asset value (excluding sales charges), of -19.9%. During the same period, the market for public real estate companies, as measured by the UBS Global Real Estate Investors Index, which measures global real estate stocks, returned -15.9%, the UBS Global Real Estate Investors Index ex. US, which measures international real estate stocks, returned -14.4%, and the FTSE-NAREIT Equity REIT Index, which measures US real estate stocks returned -18.5% (all in US dollars).

Q: *What market conditions and events materially affected the Fund's performance during this time period?*

A: After years of superior performance, and strong performance in the first quarter, global real estate stocks trailed broad market indexes in most markets in 2007. This was the first down year in global real estate securities since 1999. Real estate companies in the US and Europe were casualties of the credit crunch and increasing economic uncertainty. Rising credit spreads and reduced availability of debt raised concerns about the sustainability of property values and curtailed acquisitions and privatization activity.

Real estate companies in Asia felt little impact from the credit-inspired headlines affecting North America and Europe during the first part of the year, but, as the year progressed, increased concern about the health of the US economy and its impact on real estate fundamentals wore on real estate stocks around the world. Except for Hong Kong, every public real estate market produced a negative total return in the last seven months of 2007, which materially impacted the Fund's performance.

Q: *What investment strategies or techniques materially affected the Fund's performance during the period?*

A: As stated above, the Fund made its initial investments in late May 2007, a time in which global real estate stocks were appreciating. As a result, the Fund's relative performance versus the broad market for global real estate stocks was negatively impacted in its initial days of operation by high cash balances as proceeds from the offering were being invested in stock markets around the world.

Since the mandate of the Fund is international, real estate securities investments in the US market are limited to no more than 20% of its managed assets. The US portion of the portfolio employs a dividend-capture strategy, which focuses on higher-yielding REITs and rotates investments in anticipation of dividend payments. This strategy is intended to enhance the dividend yield potential of the overall portfolio. In 2007, the higher-yielding US REITs significantly underperformed the overall market for real estate stocks, and this segment was a negative contributor to the Fund's total return.

Interview With Your Portfolio Managers

George Noon, Stanley Kraska, Keith Pauley and Ernst-Jan de Leeuw

The United Kingdom posted the worst real estate stock performance in the June-December period among the major markets, and the Fund's performance suffered because of its investments in this market. While London office and UK retail owner British Land's price performance was close to average for British companies in the portfolio, it is a large holding, and was thus the largest negative company contributor to the overall performance of the portfolio.

Investments in Continental Europe produced mixed results. Holdings in the Netherlands performed better than the Fund as a whole, while investments in French and Italian real estate companies trailed the portfolio's overall return. The companies in Continental Europe making the largest negative contribution to the portfolio's returns were the large French retail and diversified company Unibail SA, and the Italian urban development company Risanamento.

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The Fund's investments throughout Asia performed relatively well. The top positive contributors to the Fund's performance were companies in the Asia-Pacific region. The largest single contribution to performance was made by the Fund's large investment in Westfield Group, a globally diversified retail developer and owner headquartered in Australia. Westfield was buoyed by its quality of management and property, as well as by the Australian economy and stock market. Residential and diversified developer-owner Sun Hung Kai Properties, together with the Fund's other Hong Kong and Singapore-based investments, made significant positive contributions to investment results. We believe these companies are benefiting from the strong and expanding role of Hong Kong as the gateway to China and rapid growth throughout the region.

The most difficult market in Asia in June through December 2007 was Japan, which pulled back as concern built among investors that economic difficulties in the US economy, Japan's second largest export market, would spill over into its own economy. Mitsui Fudosan, a major Japanese developer and owner with extensive office holdings in Tokyo is a relatively large holding of the Fund and thus detracted from performance.

At year-end, the Fund's portfolio remained well diversified by region, country, number of securities, and property sector weighting. About 40% of the value of the portfolio was in the Asia-Pacific region, including 17% in Australia. Another 39% was invested in Europe, with 15% in the UK. US holdings amounted to 17% of the portfolio. About 38% of the assets in the portfolio are in the stocks of companies that are classified as diversified, operating in several sectors, and often in multiple countries. Another 29% consist of companies engaged in the development and ownership of retail properties.

Public real estate currently trades at a discount to private market values throughout our investment universe of public real estate companies with an estimated weighted-average discount of more than 10% at year-end. We believe fundamentals remain solid in most markets throughout the world, and expect reasonable earnings growth from the companies in our global investment universe.

We believe that the operations of real estate companies will do better in slowing economies than most companies in industry and

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Interview With Your Portfolio Managers

George Noon, Stanley Kraska, Keith Pauley and Ernst-Jan de Leeuw

commerce, with tenant leases giving landlords additional defenses against rough economic times. Reduced debt funding and tighter loan terms should give an advantage to the lower-levered public companies in making new investments. We think that current prices of public real estate companies give investors an opportunity to own some of the best real estate and real estate companies around the globe at a discount.

The views and opinions expressed are those of the Portfolio Manager(s), are provided for general information only, and do not constitute specific tax, legal, or investment advice to, or recommendations for, any person. There can be no guarantee as to the accuracy of market forecasts. Opinions, estimates, and forecasts may be changed without notice.

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Performance and Portfolio Overview

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This section of the report is intended to help you understand the performance of Seligman LaSalle International Real Estate Fund and to provide a summary of the Fund's portfolio characteristics.

Performance data quoted in this report represents past performance and does not guarantee or indicate future investment results. The rates of return will vary and the principal value of an investment will fluctuate. Shares, if sold, may be worth more or less than their original cost. Current performance may be lower or higher than the performance data quoted. Total returns of the Fund as of the most recent month-end will be available at www.seligman.com¹ by the seventh business day following that month-end.

Returns reflect changes in the market price or net asset value, as applicable, and assume reinvestment of distributions. Performance data quoted does not reflect the deduction of taxes that investors may pay on distributions or the sale of shares.

An investment in the Fund is subject to certain risks, including the possible loss of principal. Investing in one economic sector, such as real estate, may be subject to greater price fluctuation than owning a portfolio of diversified investments. There are specific risks associated with global investing, such as currency fluctuations, foreign taxation, differences in financial reporting practices, and rapid changes in political and economic conditions. The stocks of smaller companies may be subject to above-average risk.

An investment in the Fund is not a deposit in a bank and is not insured or guaranteed by the Federal Deposit Insurance Corporation or any other government agency.

Investment Results

Total Returns*

For the Periods Ended December 31, 2007

	Six Months	Since Inception 5/30/07
Market Price	(32.20)%	(32.20)%
Net Asset Value:		
With Sales Charge	n/a	(23.49)
Without Sales Charge	(12.18)	(19.87)
Benchmarks ⁰⁰		
FTSE-NAREIT Equity REIT Index	(10.42)	(18.54)**
UBS Global Real Estate Investors Index	(10.95)	(15.93)
UBS Global Real Estate Investors Index (excluding US)	(10.78)	(14.36)

Price Per Share

	12/31/07	6/30/07	Inception
Market Price	\$ 16.15	\$ 25.00	\$ 25.00
Net Asset Value	18.29	21.79	23.88

Distributions Paid Per Share⁰

Payment Date	Per Share Amount
9/6/07	\$0.4375
12/21/07	0.4375

See footnotes on page 6.

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Performance and Portfolio Overview

¹ The website reference is an inactive textual reference and information contained in or otherwise accessible through the website does not form a part of this report or the Fund's prospectus or statement of additional information.

* Returns for periods of less than one year are not annualized.

** From 5/31/07.

Net asset value total return and price at inception are from the opening of business on May 30, 2007. The since-inception returns are calculated with and without the effect of the initial 4.50% maximum sales charge.

Market price total return and price at inception are based on the initial offering price.

Ø The sources of distributions for tax reporting purposes, which may include return of capital, may be subject to changes based on tax regulations. A return of capital may occur, for example, when some or all of the money that you invested in the Fund is paid back to you. A return of capital distribution does not necessarily reflect the Fund's investment performance and should not be confused with yield or income.

ØØ The FTSE-NAREIT Equity REIT Index measures the performance of all publicly-traded US real estate trusts that are equity REITs, as determined by the National Association of Real Estate Investment Trusts. The UBS Global Real Estate Investors Index measures the performance of real estate securities within the S&P/Citigroup World Property Index that derive 70% or more of income from rent. The UBS Global Real Estate Investors Index (excluding US) measures the performance of real estate securities within the S&P/Citigroup World Property Index that derive 70% or more of income from rent. This benchmark may invest in real estate securities in over 21 countries, excluding the United States. The FTSE-NAREIT Equity REIT Index, the UBS Global Real Estate Investors Index and the UBS Global Real Estate Investors Index (excluding US) are unmanaged benchmarks that assume investment of distributions. The performance of the indices excludes the effect of taxes, fees, and sales charges. Investors cannot invest directly in an index.

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Performance and Portfolio Overview

Country Allocation

December 31, 2007

	Fund	UBS Global Real Estate Investors Index
United States	17.1%	46.5%
Continental Europe	23.9	14.8
Austria	1.3	2.3
Belgium		0.7
Finland	0.6	0.4
France	10.0	5.6
Germany	1.7	1.3

	Fund	UBS Global Real Estate Investors Index
Italy	2.0	0.3
Luxembourg	1.6	
Netherlands	3.0	2.3
Norway	1.2	0.2
Sweden	2.5	1.1
Switzerland		0.6
United Kingdom	15.2	10.0
Australia	16.7	15.1
Canada	3.2	2.7
Japan	11.2	5.8
Pacific	11.7	5.1
Hong Kong	5.1	3.2
New Zealand		0.2
Singapore	6.6	1.7
Other Assets Less Liabilities	1.0	
Total	100.0%	100.0%

Largest Sectors

December 31, 2007

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Performance and Portfolio Overview

Largest Portfolio Holdings

December 31, 2007

Security	Value	Percent of Net Assets
Westfield Group	\$ 15,998,849	9.6
Unibail	6,700,863	4.0
Land Securities Group	6,030,240	3.6
British Land	5,901,926	3.6
Unibail-Rodamco	5,525,903	3.3
GPT Group	5,470,504	3.3

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Security	Value	Percent of Net Assets
Goodman Group	4,867,062	2.9
Mitsui Fudosan	4,538,507	2.7
Klepierre	4,413,121	2.7
Nippon Building Fund	4,003,917	2.4

There can be no assurance that the securities presented have remained or will remain in the Fund's portfolio. Information regarding the Fund's portfolio holdings should not be construed as a recommendation to buy or sell any security or as an indication that any security is suitable for a particular investor.

Excludes short-term holdings.

Largest Portfolio Changes

July 1 to December 31, 2007

Largest Purchases

GPT Group*
 Goodman Group*
 FelCor Lodging Trust*
 CapitaMall Trust*
 Apartment Investment & Management (Class A)*
 Suntec*
 CapitaCommercial Trust*
 iStar Financial*
 Immofinanz Immobilien Anlagen*
 Guocoland*

Largest Sales

Macquarie CountryWide Trust**
 Land Securities Group
 Westfield Group
 RioCan Real Estate Investment Trust
 Mirvac Group**
 The Link Real Estate Investment Trust
 General Growth Properties**
 Hospitality Properties Trust**
 UDR**
 ING Industrial Fund**

Largest portfolio changes from the previous period to the current period are based on cost of purchases and proceeds from sales of securities, listed in descending order.

* Position added during the period.

** Position eliminated during the period.

Portfolio of Investments

December 31, 2007

	Shares	Value
Common Stocks 99.0%		
Australia 16.7%		
Abacus Property Group (<i>Diversified</i>)	861,487	\$ 1,317,777
Goodman Group (<i>Industrial</i>)	1,130,948	4,867,062
GPT Group (<i>Diversified</i>)	1,549,551	5,470,504
Westfield Group (<i>Retail</i>)	873,161	15,998,849
		27,654,192
Austria 1.3%		
Immofinanz Immobilien Anlagen (<i>Diversified</i>)	216,666	2,183,300
Canada 3.2%		
Canadian Real Estate Investment Trust (<i>Diversified</i>)	135,900	3,991,834
Morguard Real Estate Investment Trust (<i>Retail</i>)	47,700	625,883
RioCan Real Estate Investment Trust (<i>Retail</i>)	29,600	654,412
		5,272,129
Finland 0.6%		
Sponda (<i>Office</i>)	5,392	64,073
Technopolis (<i>Office</i>)	113,759	959,560
		1,023,633
France 10.0%		
Klepierre (<i>Retail</i>)	86,918	4,413,121
Unibail (<i>Diversified</i>)	30,784	6,700,863
Unibail-Rodamco (<i>Diversified</i>)	25,472	5,525,903
		16,639,887
Germany 1.7%		
IVG Immobilien (<i>Diversified</i>)	83,393	2,822,405
Hong Kong 5.1%		
Country Garden Holdings* (<i>Diversified</i>)	1,004,589	1,159,978
FE Consort International (<i>Hotels</i>)	2,161,925	1,235,474
The Hongkong and Shanghai Hotels (<i>Hotels</i>)	569,784	997,699
Hysan Development (<i>Diversified</i>)	742,000	2,107,112
The Link Real Estate Investment Trust (<i>Retail</i>)	1,394,000	3,021,023
		8,521,286
Italy 2.0%		
Immobiliare Grande Distribuzione (<i>Retail</i>)	535,013	1,580,269

	Shares	Value
Risanamento (<i>Diversified</i>)	326,342	1,754,153
		3,334,422
Japan 11.2%		
DA Office Investment (<i>Office</i>)	138	886,158

See footnotes on page 11.

Portfolio of Investments

December 31, 2007

	Shares	Value
Japan (continued)		
Hankyu (<i>Diversified</i>)	89	\$ 615,032
Japan Excellent (<i>Office</i>)	132	1,051,303
Japan Logistics Fund (<i>Industrial</i>)	203	1,470,754
Kenedix Realty Investment (<i>Diversified</i>)	352	2,321,422
Mitsui Fudosan (<i>Diversified</i>)	210,000	4,538,507
Nippon Building Fund (<i>Office</i>)	286	4,003,917
Nippon Commercial Investment (<i>Office</i>)	313	1,379,880
Nippon Residential Investment (<i>Residential</i>)	202	908,724
NTT Urban Development (<i>Office</i>)	896	1,427,163
		18,602,860
Luxembourg 1.6%		
Gagfah (<i>Residential</i>)	53,352	923,383
ProLogis European Properties (<i>Industrial</i>)	113,181	1,641,862
		2,565,245
Netherlands 3.0%		
Corio (<i>Retail</i>)	40,225	3,237,794
Eurocommercial Properties* (<i>Retail</i>)	33,630	1,726,555
		4,964,349
Norway 1.2%		
Norwegian Property (<i>Office</i>)	167,932	2,040,065
Singapore 6.6%		
CapitaCommercial Trust (<i>Office</i>)	1,224,000	2,080,383
CapitaLand (<i>Residential</i>)	265,000	1,139,394
CapitaMall Trust (<i>Retail</i>)	1,259,143	2,994,163
Fortune (<i>Retail</i>)	301,000	199,928
Guocoland (<i>Residential</i>)	587,011	2,299,553
Suntec (<i>Retail</i>)	1,874,000	2,224,978
		10,938,399
Sweden 2.5%		
Castellum (<i>Diversified</i>)		