

CENTRAL SECURITIES CORP  
 Form N-30B-2  
 October 25, 2006

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CENTRAL SECURITIES CORPORATION

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INTERIM REPORT TO STOCKHOLDERS

AS OF SEPTEMBER 30, 2006

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To the Stockholders of

CENTRAL SECURITIES CORPORATION:

Financial data for the quarter ended September 30, 2006 prepared by management without audit by our independent registered public accounting firm and other pertinent information are submitted herewith.

Comparative market values of net assets are as follows:

	Sept. 30, 2006	June 30, 2006	Dec. 31, 2005
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Net assets .....	\$588,315,485	\$600,191,449	\$573,979,900
Net assets per share of Common Stock .....	29.91	29.69	27.69
Shares of Common Stock outstanding .....	19,670,606	20,215,359	20,762,100

Comparative operating results are as follows:

	Nine months ended September 30	
	2006	2005
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Net investment income .....	\$ 7,018,095	\$ 5,218,175
Per share of Common Stock .....	.35*	.26
Net realized gain on sale of investments .....	34,340,340	33,854,099
Increase in net unrealized appreciation of investments .....	4,366,522	13,866,084
Increase in net assets resulting from operations .....	45,724,957	52,938,358

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

In the quarter ended September 30, 2006 the Corporation repurchased 544,753 shares of its Common Stock at an average price of \$25.41. The

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Corporation may from time to time purchase Common Stock in such amounts and at such prices as the Board of Directors may deem advisable in the best interests of stockholders. Purchases may be made on the American Stock Exchange or in transactions directly with stockholders.

Stockholders' inquiries are welcome.

CENTRAL SECURITIES CORPORATION

WILMOT H. KIDD, President

630 Fifth Avenue  
New York, NY 10111  
October 17, 2006

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PRINCIPAL PORTFOLIO CHANGES  
July 1 to September 30, 2006  
(Common Stock unless specified otherwise)

	Number of Shares		
	Purchased	Sold	Held September 30, 2006
Agilent Technologies, Inc. ....	142,400		942,400
Arbinet-thexchange, Inc. ....	105,000		1,005,000
Arch Coal, Inc. ....	100,000		100,000
Cincinnati Bell Inc. ....		100,000	400,000
Cirrus Logic, Inc. ....	20,000		120,000
Hewitt Associates, Inc. ....	300,000		400,000
Kerr-McGee Corporation ....		400,000	--
Neoware, Inc. ....	650,000		1,000,000
PolyOne Corporation ....		11,000	609,000
Schering-Plough Corporation ....		450,000	--
Solectron Corporation ....		200,000	1,800,000
Sonus Networks, Inc. ....	500,000		2,500,000
TransMontaigne Inc. ....		1,100,000	--
The TriZetto Group, Inc. ....	124,600		1,150,000
Tronox Inc. ....		40,328	--
Tyco International Ltd. ....	200,000		400,000
Unisys Corporation ....		900,000	--
Vical Inc. ....		5,100	134,900

TEN LARGEST INVESTMENTS

	September 30, 2006		% of Net Assets	Year First Acquired
	Cost	Value		
	(millions)			
The Plymouth Rock Company, Inc. ....	\$ 2.2	\$119.0	20.2%	1982

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Convergys Corporation .....	24.1	32.0	5.4	1998
Brady Corporation .....	3.5	32.0	5.4	1984
The Bank of New York Company, Inc. ....	15.5	30.9	5.2	1993
Agilent Technologies, Inc. ....	23.9	30.8	5.2	2005
Murphy Oil Corporation .....	3.7	28.5	4.8	1974
Capital One Financial Corporation .....	1.4	23.6	4.0	1994
Intel Corporation .....	0.4	20.2	3.4	1986
Dover Corporation .....	13.0	19.0	3.2	2003
Roper Industries, Inc. ....	9.0	18.3	3.1	2003

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BOARD OF DIRECTORS

C. Carter Walker, Jr., Chairman  
Simms C. Browning  
Donald G. Calder  
Jay R. Inglis  
Dudley D. Johnson  
Wilmot H. Kidd

OFFICERS

Wilmot H. Kidd, President  
Charles N. Edgerton, Vice President and Treasurer  
Marlene A. Krumholz, Secretary

OFFICE

630 Fifth Avenue  
Suite 820  
New York, NY 10111  
212-698-2020  
866-593-2507 (toll free)  
[www.centalsecurities.com](http://www.centalsecurities.com)

CUSTODIAN

UMB Bank, N.A.  
Kansas City, MO

TRANSFER AGENT AND REGISTRAR

Computershare Trust Company, N.A.  
P. O. Box 43069, Providence, RI 02940-3069  
800-756-8200  
[www.computershare.com](http://www.computershare.com)

INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM

KPMG LLP, New York

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