

DELAWARE INVESTMENTS DIVIDEND & INCOME FUND, INC  
Form N-Q  
October 28, 2016

UNITED STATES  
SECURITIES AND EXCHANGE COMMISSION  
Washington, DC 20549

FORM N-Q

QUARTERLY SCHEDULE OF PORTFOLIO HOLDINGS OF REGISTERED  
MANAGEMENT INVESTMENT COMPANY

Investment Company Act file number:	811-07460
Exact name of registrant as specified in charter:	Delaware Investments® Dividend and Income Fund, Inc.
Address of principal executive offices:	2005 Market Street Philadelphia, PA 19103
Name and address of agent for service:	David F. Connor, Esq. 2005 Market Street Philadelphia, PA 19103
Registrant's telephone number, including area code:	(800) 523-1918
Date of fiscal year end:	November 30
Date of reporting period:	August 31, 2016

---

## Item 1. Schedule of Investments.

## Schedule of investments

Delaware Investments<sup>®</sup> Dividend and Income Fund, Inc.  
August 31, 2016 (Unaudited)

	Number of shares	Value (U.S. \$)
<b>Common Stock 92.99%</b>		
Consumer Discretionary 3.26%		
JC Penney	100,000	\$ 943,000
Lowes	26,000	1,990,560
		2,933,560
Consumer Staples 9.13%		
Archer-Daniels-Midland	48,200	2,109,232
CVS Health	21,200	1,980,080
Kraft Heinz	23,233	2,079,121
Mondelez International	45,600	2,052,912
		8,221,345
Diversified REITs 2.63%		
Fibra Uno Administracion	104,000	201,291
Gramercy Property Trust	60,845	588,980
Intervest Offices & Warehouses	14,738	407,042
Lexington Realty Trust	55,700	601,003
Vornado Realty Trust	2,965	306,314
Wereldhave	5,500	263,620
		2,368,250
Energy 10.13%		
Chevron	20,100	2,021,658
ConocoPhillips	50,500	2,073,025
Halliburton	46,800	2,012,868
Marathon Oil	61,400	922,228
Occidental Petroleum	27,200	2,090,320
		9,120,099
Financials 9.85%		
Allstate	30,000	2,068,800
Bank of New York Mellon	51,800	2,158,506
BB&T	56,800	2,186,800
Marsh & McLennan	32,100	2,170,923
Solar Capital	13,828	284,027
		8,869,056
Healthcare 15.90%		
Abbott Laboratories	46,500	1,953,930
Cardinal Health	24,900	1,983,783
Express Scripts Holding	26,770	1,946,179
Johnson & Johnson	17,300	2,064,582
Merck	35,200	2,210,208
Pfizer	58,189	2,024,977
Quest Diagnostics @	25,700	2,128,474
		14,312,133
Healthcare REITs 0.43%		
Healthcare Trust of America Class A	6,200	209,188
Welltower	2,300	176,525
		385,713

Edgar Filing: DELAWARE INVESTMENTS DIVIDEND & INCOME FUND, INC - Form N-Q

<b>Hotel REITs</b>	<b>1.27%</b>		
		Ashford Hospitality Prime	1,790
		Ashford Hospitality Trust	7,100
		DiamondRock Hospitality	14,100
		Hospitality Properties Trust	5,500
		Host Hotels & Resorts	8,800
		Pebblebrook Hotel Trust	5,400
		Summit Hotel Properties @	30,200
			1,145,156
<b>Industrial REITs</b>	<b>0.62%</b>		
		Duke Realty	6,600
		Prologis	680
		Terreno Realty	12,500
			556,207
<b>Industrials</b>	<b>6.86%</b>		
		Northrop Grumman	9,700
		Raytheon	14,900
		Waste Management	31,700
			6,171,914
<b>Information Technology</b>	<b>9.23%</b>		
		CA @	62,386
		Cisco Systems	71,300
		Intel	60,900
		Xerox @	179,200
			8,308,002
<b>Mall REITs</b>	<b>2.02%</b>		
		General Growth Properties	5,871
		Simon Property Group	7,647
			1,818,780
<b>Materials</b>	<b>2.74%</b>		
		El du Pont de Nemours	31,300
		Tarkett	8,063
			2,461,607
<b>Mixed REITs</b>	<b>0.16%</b>		
		PS Business Parks	1,300
			144,014
<b>Mortgage REITs</b>	<b>0.48%</b>		
		Colony Capital	9,700
		Starwood Property Trust	10,900
			428,769

(continues) NQ-DDF [8/16] 10/16 (17657) 1

## Schedule of investments

Delaware Investments<sup>®</sup> Dividend and Income Fund, Inc. (Unaudited)

	Number of shares	Value (U.S. \$)
<b>Common Stock</b> (continued)		
<b>Multifamily REITs</b> 2.95%		
ADO Properties 144A #	11,797	\$ 517,542
American Homes 4 Rent	9,080	198,580
Apartment Investment & Management	20,819	940,602
Equity Residential	5,600	363,272
Gecina	1,794	280,657
Post Properties	3,600	238,608
Vonovia	2,930	114,014
		2,653,275
<b>Office REITs</b> 2.91%		
alstria office REIT	18,775	261,782
Easterly Government Properties	53,600	1,044,664
Equity Commonwealth	15,800	494,382
Hudson Pacific Properties	3,300	110,451
Mack-Cali Realty	7,000	194,320
Parkway Properties	8,200	147,600
SL Green Realty	3,100	364,932
		2,618,131
<b>Retail REITs</b> 0.26%		
Klepierre	2,210	103,561
Wheeler Real Estate Investment Trust	72,456	127,523
		231,084
<b>Self-Storage REITs</b> 0.39%		
Extra Space Storage	3,200	257,760
Jernigan Capital	5,900	95,521
		353,281
<b>Shopping Center REITs</b> 2.50%		
Brixmor Property Group	16,700	476,952
DDR	16,300	308,233
First Capital Realty	9,381	158,734
Kimco Realty	11,030	331,451
Kite Realty Group Trust	16,600	479,408
Ramco-Gershenson Properties Trust @	10,500	204,015
Retail Properties of America	7,900	134,300
Urban Edge Properties	5,532	158,547
		2,251,640
<b>Single Tenant REIT</b> 1.31%		
STORE Capital	39,800	1,179,274
		1,179,274
<b>Specialty REITs</b> 1.11%		
GEO Group	50,000	1,002,000
		1,002,000
<b>Telecommunications</b> 4.38%		
AT&T	49,200	2,011,296
Century Communications @=	500,000	0
Verizon Communications	36,900	1,930,977

Edgar Filing: DELAWARE INVESTMENTS DIVIDEND & INCOME FUND, INC - Form N-Q

Utilities	2.47%		3,942,273
	American Water Works	2,900	214,571
	Edison International	27,600	2,007,072
			2,221,643
<b>Total Common Stock</b>			<b>83,697,206</b>
	(cost \$63,823,760)		
<b>Convertible Preferred Stock 1.90%</b>			
	A Schulman 6.00% exercise price \$52.33, expiration date 12/31/49 @	72	51,025
	Bank of America 7.25% exercise price \$50.00, expiration date 12/31/49	155	192,353
	Crown Castle International 4.50% exercise price \$85.77, expiration date 11/1/16	2,000	225,420
	El Paso Energy Capital Trust I 4.75% exercise price \$50.00, expiration date 3/31/28 @	5,250	272,947
	Exelon 6.50% exercise price \$43.75, expiration date 6/1/17	3,650	173,047
	Halcon Resources 5.75% exercise price \$30.78, expiration date 12/31/49	92	4,232
	Huntington Bancshares 8.50% exercise price \$11.95, expiration date 12/31/49 @	182	258,804
	Maiden Holdings 7.25% exercise price \$15.05, expiration date 9/15/16	3,693	186,386
	Wells Fargo 7.50% exercise price \$156.71, expiration date 12/31/49	259	350,297
<b>Total Convertible Preferred Stock</b>			<b>1,714,511</b>
	(cost \$1,598,588)		
2 NQ-DDF [8/16] 10/16 (17657)			

Edgar Filing: DELAWARE INVESTMENTS DIVIDEND & INCOME FUND, INC - Form N-Q

(Unaudited)

		Principal amount <sup>o</sup>	Value (U.S. \$)
<b>Convertible Bonds</b>	<b>7.20%</b>		
Brokerage	0.30%		
	Jefferies Group 3.875% exercise price \$44.19, maturity date 11/1/29	267,000	\$ 271,839
			271,839
<b>Communications</b>	<b>1.18%</b>		
	Alaska Communications Systems Group 6.25% exercise price \$10.28, maturity date 5/1/18 @	351,000	345,296
	Clearwire Communications 144A 8.25% exercise price \$7.08, maturity date 12/1/40 #	385,000	402,566
	Liberty Interactive 144A 1.00% exercise price \$64.18, maturity date 9/30/43 #	364,000	314,725
			1,062,587
<b>Consumer Cyclical</b>	<b>0.48%</b>		
	Huron Consulting Group 1.25% exercise price \$79.89, maturity date 10/1/19	146,000	151,840
	Meritor 4.00% exercise price \$26.73, maturity date 2/15/27	276,000	277,035
			428,875
<b>Consumer Non-Cyclical</b>	<b>1.48%</b>		
	Brookdale Senior Living 2.75% exercise price \$29.33, maturity date 6/15/18	265,000	265,497
	HealthSouth 2.00% exercise price \$37.59, maturity date 12/1/43	188,000	222,427
	Hologic 2.00% exercise price \$31.18, maturity date 3/1/42	101,000	138,054
	NuVasive 144A 2.25% exercise price \$59.82, maturity date 3/15/21 #	72,000	90,495
	Spectrum Pharmaceuticals 2.75% exercise price \$10.53, maturity date 12/15/18 @	283,000	262,836
	Vector Group 1.75% exercise price \$24.64, maturity date 4/15/20	223,000	249,621
	Vector Group 2.50% exercise price \$15.98, maturity date 1/15/19	72,000	103,895

Edgar Filing: DELAWARE INVESTMENTS DIVIDEND & INCOME FUND, INC - Form N-Q

		1,332,825
<b>Energy</b>	<b>0.15%</b>	
	Helix Energy Solutions Group	
	3.25% exercise price	
	\$25.02, maturity date	
	3/15/32	140,000
		131,250
		131,250
<b>Financials</b>	<b>0.49%</b>	
	GAIN Capital Holdings	
	4.125% exercise price	
	\$12.00, maturity date	
	12/1/18 @	234,000
		224,786
	New Mountain Finance	
	5.00% exercise price	
	\$15.93, maturity date	
	6/15/19 @	214,000
		219,885
		444,671
<b>Industrials</b>	<b>0.28%</b>	
	Chart Industries 2.00%	
	exercise price \$69.03,	
	maturity date 8/1/18 @	262,000
		255,614
		255,614
<b>REITs</b>	<b>0.89%</b>	
	Blackstone Mortgage Trust	
	5.25% exercise price	
	\$28.36, maturity date	
	12/1/18	326,000
		355,340
	Spirit Realty Capital 3.75%	
	exercise price \$13.10,	
	maturity date 5/15/21 @	172,000
		195,651
	VEREIT 3.75% exercise price	
	\$14.99, maturity date	
	12/15/20 @	242,000
		247,295
		798,286
<b>Technology</b>	<b>1.78%</b>	
	Cardtronics 1.00% exercise	
	price \$52.35, maturity date	
	12/1/20	254,000
		270,193
	Ciena 144A 3.75% exercise	
	price \$20.17, maturity date	
	10/15/18 #	126,000
		158,839

(continues) NQ-DDF [8/16] 10/16 (17657) 3

## Schedule of investments

Delaware Investments<sup>®</sup> Dividend and Income Fund, Inc. (Unaudited)

	Principal amount <sup>o</sup>	Value (U.S. \$)
<b>Convertible Bonds</b> (continued)		
Technology (continued)		
Electronics For Imaging 0.75% exercise price \$52.72, maturity date 9/1/19	192,000	\$ 208,200
Intel 3.25% exercise price \$21.18, maturity date 8/1/39	130,000	227,582
j2 Global 3.25% exercise price \$69.08, maturity date 6/15/29	140,000	166,425
Knowles 144A 3.25% exercise price \$18.43, maturity date 11/1/21 #	63,000	66,386
Micron Technology 3.00% exercise price \$29.16, maturity date 11/15/43	258,000	231,555
PROS Holdings 2.00% exercise price \$33.79, maturity date 12/1/19	280,000	269,500
		1,598,680
Transportation 0.17%		
Atlas Air Worldwide Holdings 2.25% exercise price \$74.05, maturity date 6/1/22	165,000	153,966
		153,966
<b>Total Convertible Bonds</b>		
(cost \$6,149,523)		<b>6,478,593</b>
<b>Corporate Bonds 38.45%</b>		
Banking 1.50%		
Credit Suisse Group 144A 6.25% 12/29/49 #	200,000	196,374
JPMorgan Chase 6.75% 1/29/49	335,000	378,202
Lloyds Banking Group 7.50% 4/30/49	330,000	336,188
Popular 7.00% 7/1/19	230,000	238,625
UBS Group 6.875% 12/29/49	200,000	199,369
		1,348,758
Basic Industry 4.30%		
AerCap Global Aviation Trust 144A 6.50% 6/15/45 #	200,000	206,500
AK Steel 7.625% 5/15/20	124,000	121,520
ArcelorMittal 10.85% 6/1/19	130,000	155,675
Boise Cascade 144A 5.625% 9/1/24 #	195,000	199,875
Builders FirstSource		



Edgar Filing: DELAWARE INVESTMENTS DIVIDEND & INCOME FUND, INC - Form N-Q

	144A 5.625% 9/1/24 #	95,000	97,137
	144A 10.75% 8/15/23 #	270,000	307,800
	Cemex		
	144A 7.25% 1/15/21 #	200,000	215,000
	144A 7.75% 4/16/26 #	200,000	227,000
	Chemours		
	6.625% 5/15/23	100,000	96,500
	7.00% 5/15/25	58,000	55,789
	CVR Partners 144A		
	9.25% 6/15/23 #	105,000	104,475
	FMG Resources August 2006 Pty		
	144A 6.875% 4/1/22 #	300,000	310,500
	144A 9.75% 3/1/22 #	35,000	40,600
	James Hardie International Finance 144A		
	5.875% 2/15/23 #	200,000	209,500
	Joseph T Ryerson & Son 144A		
	11.00% 5/15/22 #	80,000	88,200
	Kraton Polymers 144A		
	10.50% 4/15/23 #	90,000	100,800
	NCI Building Systems 144A		
	8.25% 1/15/23 #	155,000	170,500
	New Gold		
	144A 6.25% 11/15/22 #	66,000	68,475
	144A 7.00% 4/15/20 #	70,000	72,450
	NOVA Chemicals 144A		
	5.00% 5/1/25 #	130,000	134,550
	PQ 144A 6.75% 11/15/22 #	185,000	196,563
	Rayonier AM Products 144A		
	5.50% 6/1/24 #	120,000	111,396
	Steel Dynamics		
	5.50% 10/1/24	110,000	116,325
	Summit Materials		
	6.125% 7/15/23	195,000	198,900
	144A 8.50% 4/15/22 #	60,000	65,850
	U.S. Concrete 6.375% 6/1/24	190,000	198,550
			3,870,430
Capital Goods	3.22%		
	Ardagh Packaging Finance		
	144A 6.00% 6/30/21 #	200,000	207,000
	144A 7.25% 5/15/24 #	200,000	213,750
	Ball 5.25% 7/1/25	90,000	97,763
	BWAY Holding 144A		
	9.125% 8/15/21 #	220,000	226,050
	Gardner Denver 144A		
	6.875% 8/15/21 #	300,000	278,250
4 NQ-DDF [8/16] 10/16 (17657)			

Edgar Filing: DELAWARE INVESTMENTS DIVIDEND & INCOME FUND, INC - Form N-Q

(Unaudited)

	Principal amount <sup>o</sup>	Value (U.S. \$)
<b>Corporate Bonds (continued)</b>		
Capital Goods (continued)		
KLX 144A 5.875% 12/1/22 #	180,000	\$ 189,810
Novelis 144A 6.25% 8/15/24 #	235,000	245,575
Plastipak Holdings 144A 6.50% 10/1/21 #	185,000	193,325
Reynolds Group Issuer 8.25% 2/15/21	255,000	265,488
Signode Industrial Group 144A 6.375% 5/1/22 #	175,000	179,375
StandardAero Aviation Holdings 144A 10.00% 7/15/23 #	185,000	195,175
TransDigm 144A 6.375% 6/15/26 #	305,000	312,625
Zekelman Industries 144A 9.875% 6/15/23 #	275,000	294,937
		2,899,123
Communications 2.63%		
CenturyLink 6.75% 12/1/23 7.50% 4/1/24	170,000 60,000	179,563 65,213
Cogent Communications Finance 144A 5.625% 4/15/21 #@	145,000	148,263
CommScope Technologies Finance 144A 6.00% 6/15/25 #	115,000	122,619
DISH DBS 5.875% 11/15/24 144A 7.75% 7/1/26 #	52,000 215,000	51,480 229,940
DISH Network 144A 3.375% 8/15/26 #	123,000	128,919
Frontier Communications 10.50% 9/15/22 11.00% 9/15/25	170,000 115,000	185,619 124,631
Lamar Media 144A 5.75% 2/1/26 #	167,000	181,195
Level 3 Financing 5.375% 1/15/24 5.375% 5/1/25	20,000 160,000	21,025 168,600
Liberty Media 144A 2.25% 9/30/46 #	49,000	50,562
Sprint 7.875% 9/15/23	125,000	122,124
Sprint Communications 144A 7.00% 3/1/20 # 7.00% 8/15/20	85,000 136,000	91,587 134,640
Virgin Media Secured Finance 144A 5.25% 1/15/26 # Zayo Group 6.00% 4/1/23	200,000 145,000	205,500 151,525
		2,363,005
Consumer Cyclical 2.07%		
American Builders & Contractors Supply 144A		

Edgar Filing: DELAWARE INVESTMENTS DIVIDEND & INCOME FUND, INC - Form N-Q

	5.75% 12/15/23 #	100,000	106,000
	American Tire Distributors 144A 10.25% 3/1/22 #	210,000	187,295
	Beacon Roofing Supply 6.375% 10/1/23	135,000	145,800
	Boyd Gaming 144A 6.375% 4/1/26 #	70,000	74,900
	Group 1 Automotive 144A 5.25% 12/15/23 #	115,000	117,013
	JC Penney 8.125% 10/1/19	185,000	200,031
	L Brands 6.75% 7/1/36	95,000	102,553
	6.875% 11/1/35	190,000	208,525
	M/I Homes 6.75% 1/15/21	185,000	194,250
	MGM Resorts International 4.625% 9/1/26	70,000	69,650
	Mohegan Tribal Gaming Authority 9.75% 9/1/21	342,000	368,077
	Neiman Marcus Group 144A 8.00% 10/15/21 #	105,000	90,373
			1,864,467
Consumer Non-Cyclical	2.78%		
	Albertsons 144A 6.625% 6/15/24 #	185,000	199,079
	Dean Foods 144A 6.50% 3/15/23 #	145,000	154,425
	Herc Rentals 144A 7.50% 6/1/22 #	50,000	52,125
	144A 7.75% 6/1/24 #	135,000	141,413
	JBS USA 144A 5.75% 6/15/25 #	255,000	260,100
	Kronos Acquisition Holdings 144A 9.00% 8/15/23 #	265,000	276,925
	Mallinckrodt International Finance 144A 5.50% 4/15/25 #	35,000	34,650
	NBTY 144A 7.625% 5/15/21 #	275,000	281,875
	NES Rentals Holdings 144A 7.875% 5/1/18 #	115,000	112,700
	Prestige Brands 144A 5.375% 12/15/21 #	95,000	98,919

(continues) NQ-DDF [8/16] 10/16 (17657) 5

## Schedule of investments

Delaware Investments<sup>®</sup> Dividend and Income Fund, Inc. (Unaudited)

	Principal amount <sup>o</sup>	Value (U.S. \$)
<b>Corporate Bonds</b> (continued)		
Consumer Non-Cyclical (continued)		
Prime Security Services Borrower 144A 9.25% 5/15/23 #	340,000	\$ 371,025
Revlon Escrow 144A 6.25% 8/1/24 #	105,000	109,463
SUPERVALU 7.75% 11/15/22	90,000	85,500
Team Health 144A 7.25% 12/15/23 #	150,000	163,875
US Foods 144A 5.875% 6/15/24 #	155,000	163,137
		2,505,211
<b>Energy 4.32%</b>		
Antero Resources 5.375% 11/1/21	70,000	70,437
5.625% 6/1/23	110,000	110,825
6.00% 12/1/20	35,000	36,006
Baytex Energy 144A 5.625% 6/1/24 #	105,000	85,575
Cheniere Corpus Christi Holdings 144A 7.00% 6/30/24 #	100,000	107,500
Continental Resources 5.00% 9/15/22	100,000	97,250
Energy Transfer Equity 7.50% 10/15/20	115,000	126,500
Freeport-McMoran Oil & Gas 6.50% 11/15/20	200,000	201,500
6.875% 2/15/23	90,000	87,975
Genesis Energy 5.75% 2/15/21	165,000	164,587
6.00% 5/15/23	40,000	40,000
6.75% 8/1/22	114,000	116,850
Hilcorp Energy I 144A 5.00% 12/1/24 #	97,000	94,575
144A 5.75% 10/1/25 #	71,000	69,935
Holly Energy Partners 144A 6.00% 8/1/24 #	105,000	107,625
Laredo Petroleum 7.375% 5/1/22	200,000	203,000
Murphy Oil 6.875% 8/15/24	180,000	188,464
Murphy Oil USA 6.00% 8/15/23	180,000	191,610
Noble Holding International 5.00% 3/16/18	100,000	98,575
NuStar Logistics 6.75% 2/1/21	165,000	176,137
Oasis Petroleum 6.875% 3/15/22	255,000	238,425
QEP Resources		

Edgar Filing: DELAWARE INVESTMENTS DIVIDEND & INCOME FUND, INC - Form N-Q

	5.25% 5/1/23	195,000	192,075
	Sabine Pass Liquefaction		
	144A 5.875% 6/30/26 #	80,000	85,900
	Southwestern Energy		
	6.70% 1/23/25	105,000	108,413
	Targa Resources Partners		
	144A 6.75% 3/15/24 #	175,000	186,813
	6.875% 2/1/21	155,000	161,200
	Tesoro Logistics		
	6.375% 5/1/24	145,000	155,513
	Transocean 5.05% 10/15/22	245,000	196,613
	WPX Energy 7.50% 8/1/20	180,000	185,737
			3,885,615
Financials	0.69%		
	Ally Financial		
	5.75% 11/20/25	125,000	133,437
	Ares Capital 4.75% 1/15/18	151,000	157,040
	Blackhawk Network Holdings		
	144A 1.50% 1/15/22 #	140,000	141,050
	E*TRADE Financial		
	5.875% 12/29/49	180,000	187,200
			618,727
Healthcare	3.25%		
	Community Health Systems		
	6.875% 2/1/22	89,000	74,315
	DaVita HealthCare Partners		
	5.00% 5/1/25	210,000	213,360
	HCA		
	5.375% 2/1/25	280,000	288,750
	5.875% 2/15/26	100,000	105,875
	HealthSouth		
	5.75% 11/1/24	195,000	203,190
	5.75% 9/15/25	90,000	94,613
	Hill-Rom Holdings 144A		
	5.75% 9/1/23 #	180,000	189,900
	IASIS Healthcare		
	8.375% 5/15/19	290,000	264,263
	Immucor 11.125% 8/15/19	40,000	37,800
	Kinetic Concepts		
	10.50% 11/1/18	110,000	113,575
	12.50% 11/1/19	220,000	224,950
	Mallinckrodt International		
	Finance		
	4.75% 4/15/23	90,000	83,981
	144A 5.625% 10/15/23 #	115,000	116,006
	MPH Acquisition Holdings		
	144A 7.125% 6/1/24 #	270,000	290,925

6 NQ-DDF [8/16] 10/16 (17657)

Edgar Filing: DELAWARE INVESTMENTS DIVIDEND & INCOME FUND, INC - Form N-Q

(Unaudited)

		Principal amount <sup>o</sup>	Value (U.S. \$)
<b>Corporate Bonds (continued)</b>			
<b>Healthcare (continued)</b>			
	Tenet Healthcare 8.125% 4/1/22	270,000	\$ 274,725
	Valeant Pharmaceuticals International		
	144A 5.375% 3/15/20 #	105,000	99,487
	144A 6.125% 4/15/25 #	90,000	79,313
	144A 6.75% 8/15/18 #	165,000	166,303
			2,921,331
<b>Insurance 0.67%</b>			
	HUB International		
	144A 7.875% 10/1/21 #	215,000	220,375
	144A 9.25% 2/15/21 #	50,000	53,000
	USI 144A 7.75% 1/15/21 #	190,000	194,750
	XLIT 6.50% 10/29/49	175,000	131,425
			599,550
<b>Media 3.80%</b>			
	CCO Holdings		
	144A 5.375% 5/1/25 #	75,000	79,219
	144A 5.50% 5/1/26 #	30,000	31,837
	144A 5.75% 2/15/26 #	120,000	128,700
	144A 5.875% 5/1/27 #	145,000	155,513
	Cequel Communications Holdings I 144A		
	7.75% 7/15/25 #	200,000	219,500
	Columbus Cable Barbados		
	144A 7.375% 3/30/21 #	200,000	214,750
	CSC Holdings 5.25% 6/1/24	328,000	320,003
	Gray Television 144A		
	5.875% 7/15/26 #	210,000	219,450
	Midcontinent Communications & Midcontinent Finance		
	144A 6.875% 8/15/23 #	110,000	116,600
	Nexstar Escrow 144A		
	5.625% 8/1/24 #	320,000	327,200
	RCN Telecom Services 144A		
	8.50% 8/15/20 #	150,000	160,500
	SFR Group 144A		
	7.375% 5/1/26 #	400,000	413,500
	Sirius XM Radio 144A		
	5.375% 4/15/25 #	175,000	183,750
	Tribune Media		
	5.875% 7/15/22	200,000	205,500
	Unitymedia 144A		
	6.125% 1/15/25 #	200,000	215,500
	VTR Finance 144A		
	6.875% 1/15/24 #	200,000	210,440
	WideOpenWest Finance		
	10.25% 7/15/19	210,000	222,075
			3,424,037
<b>Services 3.82%</b>			
	Air Medical Merger Sub 144A		
	6.375% 5/15/23 #	280,000	275,100

Edgar Filing: DELAWARE INVESTMENTS DIVIDEND & INCOME FUND, INC - Form N-Q

BlueLine Rental Finance 144A 7.00% 2/1/19 #	185,000	160,950
Boyd Gaming 6.875% 5/15/23	240,000	260,400
Communications Sales & Leasing 144A 6.00% 4/15/23 #	75,000	78,187
8.25% 10/15/23	80,000	83,800
ESH Hospitality 144A 5.25% 5/1/25 #	265,000	266,243
GEO Group 5.125% 4/1/23	80,000	71,800
5.875% 1/15/22	500,000	475,000
5.875% 10/15/24	100,000	90,500
6.00% 4/15/26	130,000	117,163
GFL Environmental 144A 9.875% 2/1/21 #	115,000	125,925
Golden Nugget Escrow 144A 8.50% 12/1/21 #	55,000	57,750
Iron Mountain U.S. Holdings 144A 5.375% 6/1/26 #	195,000	199,631
Mattamy Group 144A 6.50% 11/15/20 #	130,000	129,025
OPE KAG Finance Sub 144A 7.875% 7/31/23 #	155,000	148,025
Penske Automotive Group 5.50% 5/15/26	185,000	185,577
Scientific Games 8.125% 9/15/18	95,000	95,594
Scientific Games International 10.00% 12/1/22	110,000	102,300
United Rentals North America 5.75% 11/15/24	180,000	189,000
Vander Intermediate Holding II 144A PIK 9.75% 2/1/19 #	84,200	45,468
XPO Logistics 144A 6.125% 9/1/23 #	70,000	72,100
144A 6.50% 6/15/22 #	200,000	208,750
		3,438,288
Technology 2.14%		
Diamond 1 Finance 144A PIK 8.10% 7/15/36 #	145,000	168,878

(continues) NQ-DDF [8/16] 10/16 (17657) 7

## Schedule of investments

Delaware Investments<sup>®</sup> Dividend and Income Fund, Inc. (Unaudited)

	Principal amount <sup>o</sup>	Value (U.S. \$)
<b>Corporate Bonds</b> (continued)		
Technology (continued)		
First Data 144A 7.00% 12/1/23 #	461,000	\$ 484,626
Infor U.S. 6.50% 5/15/22	240,000	244,500
Micron Technology 144A 7.50% 9/15/23 #	85,000	93,925
Microsemi 144A 9.125% 4/15/23 #	200,000	230,000
Sensata Technologies UK Financing 144A 6.25% 2/15/26 #	200,000	220,250
Solera 144A 10.50% 3/1/24 #	120,000	133,500
Verint Systems 1.50% 6/1/21	302,000	281,615
Western Digital 144A 10.50% 4/1/24 #	65,000	73,613
		1,930,907
Technology & Electronics 0.28%		
CommScope 144A 5.50% 6/15/24 #	70,000	73,763
Entegris 144A 6.00% 4/1/22 #	140,000	146,125
Infor Software Parent 144A PIK 7.125% 5/1/21 #	35,000	32,987
		252,875
Telecommunications 1.33%		
Cogent Communications Group 144A 5.375% 3/1/22 #	60,000	62,100
Digicel 144A 6.75% 3/1/23 #	200,000	183,500
Digicel Group 144A 8.25% 9/30/20 #	221,000	201,110
Sprint 7.125% 6/15/24	170,000	159,375
T-Mobile USA 6.00% 3/1/23	100,000	106,379
6.00% 4/15/24	40,000	42,700
6.375% 3/1/25	75,000	80,906
6.50% 1/15/26	140,000	153,737
Wind Acquisition Finance 144A 7.375% 4/23/21 #	200,000	206,500
		1,196,307
Utilities 1.65%		
AES 5.50% 4/15/25	160,000	164,870
6.00% 5/15/26	25,000	26,563
AmeriGas Partners 5.875% 8/20/26	240,000	258,000
Calpine 5.50% 2/1/24	100,000	100,250
Calpine		



Edgar Filing: DELAWARE INVESTMENTS DIVIDEND & INCOME FUND, INC - Form N-Q

5.75% 1/15/25	250,000	250,000
Dynegy		
7.375% 11/1/22	15,000	14,887
7.625% 11/1/24	250,000	246,250
Emera 6.75% 6/15/76	180,000	194,984
Enel 144A		
8.75% 9/24/73 #	200,000	234,000
		1,489,804
<b>Total Corporate Bonds</b>		<b>34,608,435</b>
(cost \$33,510,125)		
<b>Senior Secured Loans 2.50%«</b>		
Accudyne Industries Borrower		
1st Lien 4.00% 12/13/19	204,636	182,637
Amaya Holdings 1st Lien		
5.00% 8/1/21	169,146	167,677
Applied Systems Tranche 2nd		
Lien 7.50% 1/23/22 @	275,854	277,578
BJ's Wholesale Club 2nd Lien		
8.50% 3/31/20	196,062	196,960
Blue Ribbon Tranche 1st Lien		
5.00% 11/13/21	75,750	76,081
Chesapeake Energy Tranche		
1st Lien 8.50% 8/23/21	75,000	77,328
Flint Group 2nd Lien		
8.25% 9/7/22 @	175,000	165,375
FMG Resources August 2006		
Pty 1st Lien		
3.75% 6/30/19	189,442	188,478
Frank Russell Tranche B 1st		
Lien 6.75% 6/1/23	108,000	101,858
Immucor 5.00% 8/17/18	154,599	150,734
KIK Custom Products 1st Lien		
6.00% 8/26/22 @	124,162	124,084
KRATON Polymers Tranche B		
1st Lien 6.00% 1/6/22	35,000	35,003
Mohegan Tribal Gaming		
Authority Tranche B		
5.50% 6/15/18	119,370	119,501
Neiman Marcus Group		
Tranche 1st Lien		
4.25% 10/25/20	49,872	46,908
Solera Tranche B 1st Lien		
5.75% 3/3/23	64,838	65,349
Stardust Finance Holdings		
Tranche 2nd Lien		
10.50% 3/13/23	90,000	89,550

8 NQ-DDF [8/16] 10/16 (17657)

(Unaudited)

	Principal amount <sup>o</sup>	Value (U.S. \$)
<b>Senior Secured Loans</b> « (continued)		
Stardust Finance Holdings Tranche B 1st Lien 6.50% 3/13/22 @	93,997	\$ 93,527
Windstream Services Tranche B6 1st Lien 5.75% 3/29/21	89,775	90,561
<b>Total Senior Secured Loans</b> (cost \$2,208,560)		<b>2,249,189</b>
	Number of shares	
<b>Master Limited Partnership 0.75%</b>		
Ares Management	15,100	276,028
Brookfield Infrastructure Partners	8,400	402,696
<b>Total Master Limited Partnership</b> (cost \$479,230)		<b>678,724</b>
<b>Preferred Stock 0.94%</b>		
Bank of America 6.50%	220,000	240,097
GMAC Capital Trust I 6.602%	8,000	202,080
Morgan Stanley 5.55%	185,000	189,856
Northstar Realty Finance 8.50%	8,300	211,733
<b>Total Preferred Stock</b> (cost \$787,516)		<b>843,766</b>
<b>Warrant 0.00%</b>		
Wheeler Real Estate Investment Trust strike price \$5.50, expiration date 4/29/19 @	7,872	708
<b>Total Warrant</b> (cost \$65)		<b>708</b>
	Principal amount <sup>o</sup>	
<b>Short-Term Investments 0.41%</b>		
Discount Notes 0.23%≠		
Federal Home Loan Bank 0.315% 11/1/16	167,123	167,038
0.335% 9/19/16	9,807	9,806
0.39% 9/23/16	14,917	14,915
0.391% 9/21/16	12,229	12,227
		203,986
U.S. Treasury Obligation 0.18%≠		
U.S. Treasury Bill 0.256% 11/3/16	167,123	167,045
		167,045
<b>Total Short-Term Investments</b> (cost \$371,028)		<b>371,031</b>

<b>Total Value of</b>			
<b>Securities</b>	<b>145.14%</b>		
	(cost \$108,928,395)		<b>130,642,163</b>
		<b>Number of</b>	
		<b>contracts</b>	
<b>Options Written (0.04%)</b>			
Equity Call Options (0.04%)			
GEO Group Strick price			
\$22.50, expiration date			
9/16/16 (MSC)		(500)	(12,500)
JC Penney Strick Price \$9.50,			
expiration date 9/16/16			
(MSC)		(1,000)	(27,000)
<b>Total Options Written</b>			
(premium received \$(96,082))			<b>(39,500)</b>
<b>Borrowing Under Line of</b>			
<b>Credit (44.44%)</b>			<b>(40,000,000)</b>
<b>Liabilities Net of</b>			
<b>Receivables and Other</b>			
<b>Assets (0.66%)</b>			<b>(591,438)</b>
<b>Net Assets Applicable to</b>			
<b>8,092,798 Shares</b>			
<b>Outstanding 100.00%</b>			<b>\$ 90,011,225</b>

Security exempt from registration under Rule 144A of the Securities Act of 1933, as amended. At Aug. 31, 2016, the aggregate # value of Rule 144A securities was \$20,641,369, which represents 22.93% of the Fund's net assets.

Illiquid security. At Aug. 31, 2016, the aggregate value of illiquid securities was \$9,788,652, which represents 10.87% of the @Fund's net assets.

100% of the income received was in the form of cash.

Security is being fair valued in accordance with the Fund's fair valuation policy. At Aug. 31, 2016, the aggregate value of fair = valued securities was \$0, which represents 0.00% of the Fund's net assets.

≠ The rate shown is the effective yield at the time of purchase.

Senior secured loans generally pay interest at rates which are periodically redetermined by reference to a base lending rate plus a premium. These base lending rates are generally: (i) the prime rate offered by one or more U.S. banks, (ii) the lending rate offered by one or more European banks such as the London Interbank Offered Rate (LIBOR), and (iii) the certificate of deposit « rate. Senior secured loans may be subject to restrictions on resale. Stated rate in effect at Aug. 31, 2016.

(continues) NQ-DDF [8/16] 10/16 (17657) 9

## Schedule of investments

Delaware Investments<sup>®</sup> Dividend and Income Fund, Inc. (Unaudited)

°Principal amount shown is stated in U.S. dollars unless noted that the security is denominated in another currency.

Non-income-producing security.

Variable rate security. The rate shown is the rate as of Aug. 31, 2016. Interest rates reset periodically.

Step coupon bond. Coupon increases or decreases periodically based on a predetermined schedule. Stated rate in effect at Aug. 31, 2016.

**Summary of abbreviations:**

MSC Morgan Stanley Capital

PIK Payment-in-kind

REIT Real Estate Investment Trust

10 NQ-DDF [8/16] 10/16 (17657)

---

# Notes

**Delaware Investments<sup>®</sup> Dividend and Income Fund, Inc.**  
August 31, 2016 (Unaudited)

## 1. Significant Accounting Policies

The following accounting policies are in accordance with U.S. generally accepted accounting principles (U.S. GAAP) and are consistently followed by Delaware Investments<sup>®</sup> Dividend and Income Fund, Inc. (Fund). This report covers the period of time since the Fund's last fiscal year end.

**Security Valuation** Equity securities and Exchange-Traded Funds (ETFs), except those traded on the Nasdaq Stock Market LLC (Nasdaq), are valued at the last quoted sales price as of the time of the regular close of the New York Stock Exchange on the valuation date. Equity securities and ETFs traded on the Nasdaq are valued in accordance with the Nasdaq Official Closing Price, which may not be the last sales price. If, on a particular day, an equity security or ETF does not trade, the mean between the bid and ask prices will be used, which approximates fair value. Equity securities listed on a foreign exchange are normally valued at the last quoted sales price on the valuation date. U.S. government and agency securities are valued at the mean between the bid and ask prices, which approximates fair value. Open-end investment company securities are valued at net asset value (NAV) per share, as reported by the underlying investment company. Debt securities are valued based upon valuations provided by an independent pricing service and reviewed by management. To the extent current market prices are not available, the pricing service may take into account developments related to the specific security, as well as transactions in comparable securities. Valuations for fixed income securities utilize matrix systems, which reflect such factors as security prices, yields, maturities, and ratings, and are supplemented by dealer and exchange quotations. Exchange-traded options are valued at the last reported sale price or, if no sales are reported, at the mean between the last reported bid and ask prices, which approximates fair value. Generally, other securities and assets for which market quotations are not readily available are valued at fair value as determined in good faith under the direction of the Fund's Board of Directors (Board). In determining whether market quotations are readily available or fair valuation will be used, various factors will be taken into consideration, such as market closures or suspension of trading in a security. The Fund may use fair value pricing more frequently for securities traded primarily in non-U.S. markets because, among other things, most foreign markets close well before the Fund values its securities, generally as of 4:00 p.m. Eastern time. The earlier close of these foreign markets gives rise to the possibility that significant events, including broad market moves, government actions or pronouncements, aftermarket trading, or news events may have occurred in the interim. Whenever such a significant event occurs, the Fund may value foreign securities using fair value prices based on third-party vendor modeling tools (international fair value pricing).

## 2. Investments

At Aug. 31, 2016, the cost of investments for federal income tax purposes has been estimated since final tax characteristics cannot be determined until fiscal year end. At Aug. 31, 2016, the cost and unrealized appreciation (depreciation) of investments were as follows:

Cost of investments	\$ 108,928,395
Aggregate unrealized appreciation of investments	\$ 25,354,282
Aggregate unrealized depreciation of investments	(3,640,514)
Net unrealized appreciation of investments	\$ 21,713,768

U.S. GAAP defines fair value as the price that the Fund would receive to sell an asset or pay to transfer a liability in an orderly transaction between market participants at the measurement date under current market conditions. A three-level hierarchy for fair value measurements has been established based upon the transparency of inputs to the valuation of an asset or liability. Inputs may be observable or unobservable and refer broadly to the assumptions that market participants would use in pricing the asset or liability. Observable inputs reflect the assumptions market participants would use in pricing the asset or liability based on market data obtained from sources independent of the reporting entity. Unobservable inputs reflect the reporting entity's own assumptions about the assumptions that market participants would use in pricing the asset or liability based on the best information available under the circumstances. The Fund's investment in its entirety is assigned a level based upon the observability of the inputs which are significant to the overall valuation. The three-level hierarchy of inputs is summarized below.

Level 1 inputs are quoted prices in active markets for identical investments. (Examples: equity securities, open-end investment companies, futures contracts, exchange-traded options contracts)

Edgar Filing: DELAWARE INVESTMENTS DIVIDEND & INCOME FUND, INC - Form N-Q

- Level 2 other observable inputs, including, but not limited to: quoted prices for similar assets or liabilities in markets that are active, quoted prices for identical or similar assets or liabilities in markets that are not active, inputs other than quoted prices that are observable for the assets or liabilities (such as interest rates, yield curves, volatilities, prepayment speeds, loss severities, credit risks, and default rates), or other market-corroborated inputs. (Examples: debt securities, government securities, swap contracts, foreign currency exchange contracts, foreign securities utilizing international fair value pricing, broker-quoted securities, fair valued securities)
- Level 3 Significant unobservable inputs, including the Fund's own assumptions used to determine the fair value of investments. (Examples: broker-quoted securities, fair valued securities)

(continues) NQ-DDF [8/16] 10/16 (17657) 11

---

(Unaudited)

**2. Investments (continued)**

Level 3 investments are valued using significant unobservable inputs. The Fund may also use an income-based valuation approach in which the anticipated future cash flows of the investment are discounted to calculate fair value. Discounts may also be applied due to the nature or duration of any restrictions on the disposition of the investments. Valuations may also be based upon current market prices of securities that are comparable in coupon, rating, maturity, and industry. The derived value of a Level 3 investment may not represent the value which is received upon disposition and this could impact the results of operations.

The following table summarizes the valuation of the Fund's investments by fair value hierarchy levels as of Aug. 31, 2016:

Securities	Level 1	Level 2	Level 3	Total
Common Stock	\$ 83,697,206	\$	\$	\$ 83,697,206
Convertible Preferred Stock <sup>1</sup>	1,659,254	55,257		1,714,511
Convertible Bond		6,478,593		6,478,593
Corporate Debt		34,608,435		34,608,435
Senior Secured Loans		2,249,189		2,249,189
Master Limited Partnership	678,724			678,724
Preferred Stock <sup>1</sup>	413,813	429,953		843,766
Warrant	708			708
Short-Term Investments		371,031		371,031
Total Value of Securities	\$ 86,449,705	\$ 44,192,458	\$	\$ 130,642,163
Option Written	\$ (39,500)	\$	\$	\$ (39,500)

The securities that have been valued at zero on the Schedule of investments are considered to be Level 3 investments in this table.

<sup>1</sup>Security type is valued across multiple levels. Level 1 investments represent exchange-traded investments, Level 2 investments represent investments with observable inputs or matrix-priced instruments, and Level 3 investments represent investments without observable inputs. The amounts attributed to Level 1 investments, Level 2 investments, and Level 3 investments represent the following percentages of the total market value of these security types:

	Level 1	Level 2	Level 3	Total
Convertible Preferred Stock	96.78%			100.00%
Preferred Stock	49.04%	50.96%		100.00%

During the period ended Aug. 31, 2016, there were no transfers between Level 1 investments, Level 2 investments, or Level 3 investments that had a significant impact to the Fund. This does not include transfers between Level 1 investments and Level 2 investments due to the Fund utilizing international fair value pricing during the period. In accordance with the fair valuation procedures described in Note 1, international fair value pricing of securities in the Fund occurs when market volatility exceeds an established rolling threshold. If the threshold is exceeded on a given date, then prices of international securities (those that traded on exchanges that close at a different time than the time that the Fund's NAV is determined) are established using a separate pricing feed from a third party vendor designed to establish a price for each such security as of the time that the Fund's NAV is determined. Further, international fair value pricing uses other observable market-based inputs in place of the closing exchange price due to the events occurring after the close of the exchange or market on which the investment is principally traded, causing a change in classification between levels. The Fund's policy is to recognize transfers between levels at the beginning of the reporting period.

12 NQ-DDF [8/16] 10/16 (17657)

(Unaudited)

A reconciliation of Level 3 investments is presented when the Fund has a significant amount of Level 3 investments at the beginning, interim, or end of the period in relation to net assets. Management has determined not to provide additional disclosure on Level 3 inputs since the Level 3 investments are not considered significant to the Fund's net assets at the end of the period.

### **3. Subsequent Events**

Management has determined that no material events or transactions occurred subsequent to Aug. 31, 2016 that would require recognition or disclosure in the Fund's Schedule of investments.

NQ-DDF [8/16] 10/16 (17657) 13

---



**Item 2. Controls and Procedures.**

The registrant's principal executive officer and principal financial officer have evaluated the registrant's disclosure controls and procedures within 90 days of the filing of this report and have concluded that they are effective in providing reasonable assurance that the information required to be disclosed by the registrant in its reports or statements filed under the Securities Exchange Act of 1934 is recorded, processed, summarized and reported within the time periods specified in the rules and forms of the Securities and Exchange Commission.

There were no significant changes in the registrant's internal control over financial reporting that occurred during the registrant's last fiscal quarter that have materially affected, or are reasonably likely to materially affect, the registrant's internal control over financial reporting.

**Item 3. Exhibits.**

File as exhibits as part of this Form a separate certification for each principal executive officer and principal financial officer of the registrant as required by Rule 30a-2(a) under the Act (17 CFR 270.30a-2(a)), exactly as set forth below:

---