

Edgar Filing: DNP SELECT INCOME FUND INC - Form N-Q

DNP SELECT INCOME FUND INC
Form N-Q
November 12, 2004

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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 811-4915

DNP Select Income Fund Inc.

(Exact name of registrant as specified in charter)

55 East Monroe Street, Chicago, Illinois 60603

(Address of principal executive offices) (Zip code)

Nathan I. Partain	John R. Sagan
DNP Select Income Fund Inc.	Mayer, Brown, Rowe & Maw LLP
55 East Monroe Street	190 South LaSalle Street
Chicago, Illinois 60603	Chicago, Illinois 60603
(Name and address of agents for service)	

Registrant's telephone number, including area code: (312) 368-5510

Date of fiscal year end: December 31

Date of reporting period: September 30, 2004

Form N-Q is to be used by management investment companies, other than small business investment companies registered on Form N-5 (Sections 239.24 and 274.5 of this chapter), to file reports with the Commission, not later than 60 days after the close of the first and third fiscal quarters, pursuant to rule 30b1-5 under the Investment Company Act of 1940 (17 CFR 270.30b1-5). The Commission may use the information provided on Form N-Q in its regulatory, disclosure review, inspection, and policymaking roles.

A registrant is required to disclose the information specified by Form N-Q, and the Commission will make this information public. A registrant is not required to respond to the collection of information contained in Form N-Q unless the Form displays a currently valid Office of Management and Budget ("OMB") control number. Please direct comments concerning the accuracy of the information collection burden estimate and any suggestions for reducing the burden to Secretary, Securities and Exchange Commission, 450 Fifth Street, NW, Washington, DC 20549-0609. The OMB has reviewed this collection of information under the clearance requirements of 44 U.S.C. Section 3507.

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ITEM 1. SCHEDULE OF INVESTMENTS.

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DNP SELECT INCOME FUND INC.
STATEMENT OF NET ASSETS
(UNAUDITED)
September 30, 2004

COMMON STOCKS--85.9%

Shares	Company	Market Value (Note 1)
-----	-----	-----
[] ELECTRIC--50.5%		
1,501,000	Ameren Corp.....	\$ 69,271,150
800,000	Cinergy Corp.....	31,680,000
796,000	Dominion Resources Inc.....	51,939,000
1,000,000	DTE Energy Co.....	42,190,000
352,770	Duke Energy Corp.....	8,074,905
1,100,000	Energy East Corp.....	27,698,000
2,000,000	Exelon Corp.....	73,380,000
2,000,000	FirstEnergy Corp.....	82,160,000
579,400	FPL Group Inc.....	39,584,608
1,080,000	Iberdrola S.A. (Spain).....	22,400,711
215,000	National Grid Transco PLC ADR.....	9,208,450
770,000	National Grid Transco PLC (United Kingdom).....	6,496,506
1,200,000	NiSource, Inc.....	25,212,000
1,318,600	NSTAR.....	64,743,260
690,000	Pinnacle West Capital Corp.....	28,635,000
1,375,000	Progress Energy Inc.....	58,217,500
1,000,000	Public Service Enterprise Group Inc.....	42,600,000
1,000,000	Scottish & Southern Energy ADR.....	14,096,500
850,000	Scottish & Southern Energy PLC (United Kingdom)	11,974,236
368,700	Scottish Power PLC ADR.....	11,370,708
2,300,000	Southern Co.....	68,954,000
1,500,000	Vectren Corp.....	37,770,000
581,000	WPS Resources Corp.....	26,139,190
2,999,304	Xcel Energy Inc.....	51,947,945

		905,743,669
[] GAS--7.5%		
926,000	AGL Resources Inc.....	28,493,020
1,000,000	Keyspan Corp.....	39,200,000
900,000	Peoples Energy Corp.....	37,512,000
1,000,000	WGL Holdings Inc.....	28,260,000

		133,465,020

The accompanying note is an integral part of this financial statement.

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DNP SELECT INCOME FUND INC.
STATEMENT OF NET ASSETS--(Continued)
(UNAUDITED)
September 30, 2004

Shares	Company	Market Value (Note 1)
-----	-----	-----
[] TELECOMMUNICATION--16.3%		
1,600,000	BCE Inc.....	\$ 34,640,000
565,000	BT Group PLC ADR.....	18,616,750
1,730,000	BellSouth Corp.....	46,917,600
1,250,000	Chunghwa Telecom Co. Ltd.....	22,012,500
1,620,000	Citizens Communications Co.....	21,691,800
1,642,230	SBC Communications, Inc.....	42,615,868
856,250	Telecom Corp of New Zealand Ltd. ADR	27,237,313
1,068,400	Telstra Corp. Ltd. ADR.....	18,088,012
1,519,000	Verizon Communications Inc.....	59,818,220

		291,638,063
[] NON-UTILITY--11.6%		
51,194	Alexandria Real Estate Equities Inc.	3,364,470
64,478	AMB Property Corp.....	2,386,975
251,692	Archstone Smith Trust.....	7,963,535
66,534	Arden Realty Inc.....	2,167,678
218,408	Boston Properties Inc.....	12,097,619
77,653	Camden Property Trust.....	3,587,569
78,453	CBL & Associates Properties Inc.....	4,781,710
327,320	CenterPoint Properties Trust.....	14,264,606
208,999	Corporate Office Properties Trust...	5,354,554
229,309	Developers Diversified Realty Corp..	8,977,447
145,828	Duke Realty Corp.....	4,841,490
72,914	Equity Office Properties Trust.....	1,986,907
248,610	Equity Residential.....	7,706,910
53,774	Essex Property Trust Inc.....	3,863,662
45,000	Extra Space Storage Inc.....	573,750
334,291	General Growth Properties Inc.....	10,363,021
84,130	Health Care Property Investors Inc..	2,187,380
63,800	Health Care REIT Inc.....	2,245,760
53,526	Healthcare Realty Trust Inc.....	2,089,655
72,914	Home Properties Inc.....	2,884,478
69,268	Hospitality Properties Trust.....	2,943,197

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(UNAUDITED)
September 30, 2004

Shares	Company	Market Value (Note 1)
-----	-----	-----
99,193	iStar Financial Inc.....	\$ 4,089,727
78,994	Kilroy Realty Corp.....	3,004,142
67,968	Kimco Realty Corp.....	3,486,758
72,720	LaSalle Hotel Properties.....	2,007,072
139,226	The Macerich Co.....	7,419,354
116,597	Pan Pacific Retail Properties Inc.....	6,307,898
265,662	ProLogis.....	9,361,929
78,538	Public Storage, Inc.....	3,891,558
45,571	Realty Income Corp.....	2,052,062
84,355	Reckson Associates Realty Corp.....	2,425,206
67,231	Regency Centers Corp.....	3,125,569
55,140	Shurgard Storage Centers Inc. Class A.....	2,139,432
259,811	Simon Property Group Inc.....	13,933,664
187,571	S.L. Green Realty Corp.....	9,718,053
97,070	Starwood Hotels & Resorts Worldwide, Inc..	4,505,989
127,119	United Dominion Realty Trust Inc.....	2,520,770
229,679	Vornado Realty Trust.....	14,396,280
183,350	Weingarten Realty Investors.....	6,052,384

		207,070,220

	Total Common Stocks (Cost--\$1,405,830,973)	1,537,916,972

PREFERRED STOCKS--18.8%

[] UTILITY--18.8%

200,000	Alltel Corp. 7 3/4% due 5/17/05.....	10,352,000
750,000	Ameren Corp. 9 3/4% due 5/15/05.....	20,595,000
1,200,000	Centurytel Inc. 6 7/8% due 5/15/05.....	31,704,000
626,200	Cinergy Corp. 9 1/2% due 2/16/05.....	38,235,772
450,000	Dominion Resources Inc. 9 1/2% due 11/16/04.....	25,506,195

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Shares	Company	Market Value (Note 1)
986,700	DTE Energy Co. 8 3/4% due 8/16/05.....	\$ 24,547,500
223,500	EIX Trust II Series B 8.60% due 10/29/29.....	5,670,195
500,000	FPL Group Inc. 8 1/2% due 2/16/05.....	28,450,000
1,200,000	Great Plains Energy Inc. 8% due 2/16/07.....	30,132,000
412,000	Keyspan Corp. 8 3/4% due 5/16/05.....	21,836,000
775,000	Oneok Inc. 8 1/2% due 2/16/06.....	25,513,000
500,000	Sempra Energy 8 1/2% due 5/17/05.....	15,480,000
172,700	Southern Union Co. 5 3/4% due 8/16/06.....	11,057,981
400,000	TXU Corp. 8 3/4% due 11/16/05.....	20,840,000
500,000	TXU Corp. 8 1/8% due 5/16/06.....	25,955,000
Total Preferred Stocks (Cost--\$306,441,093)		335,874,643

BONDS--31.2%

Par Value	Ratings				
	Fitch	Moody's	Standard and Poor's		
[_] ELECTRIC--11.3%					
\$18,050,000	Comed Financing II 8 1/2%, due 1/15/27.....	Not Rated	Baa2	BBB	20,817,895
7,500,000	Commonwealth Edison Co. 9 7/8%, due 6/15/20.....	A-	A3	A-	8,005,740
24,000,000	Dominion Resources Capital Trust 7.83%, due 12/01/27.....	Not Rated	Baa2	BBB-	26,363,544

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Par Value	Company	Ratings			Market Value (Note 1)
		Fitch	Moody's	Standard and Poor's	
\$ 5,000,000	El Paso Electric Co., Series E 9.40%, due 5/01/11.....	Not Rated	Baa2	BBB	\$ 5,616,895
5,000,000	Illinois Power Co. 7 1/2%, due 7/15/25.....	CCC+	B1	B	5,150,000
15,825,000	Niagara Mohawk Power Corp. 8 7/8%, due 5/15/07.....	Not Rated	Baa3	A-	17,898,708
5,000,000	Progress Energy Inc. 7 3/4%, due 3/01/31.....	BBB-	Baa2	BBB-	5,929,550
9,000,000	PSEG Power LLC 8 5/8%, due 4/15/31.....	BBB	Baa1	BBB	11,559,726
22,750,000	Puget Capital Trust 8.231%, due 6/01/27.....	Not Rated	Ba1	BB	21,967,127
29,860,000	Southern California Edison Co. 8%, due 2/15/07.....	BBB+	A3	BBB	33,069,682
13,000,000	Southern Co. Capital Trust II 8.14%, due 2/15/27.....	Not Rated	Baa1	BBB+	14,926,405
11,750,000	Virginia Electric & Power Co. 8 5/8%, due 10/01/24.....	A-	A2	A-	12,249,880
17,700,000	Virginia Electric & Power Co. 8 1/4%, due 3/01/25.....	A-	A2	A-	18,682,102
					202,237,254
	[_] GAS--4.4%				
5,000,000	KN Energy Inc. 7 1/4%, due 3/01/28.....	BBB	Baa2	BBB	5,579,640
10,000,000	Northern Border Partners LP 8 7/8%, due 6/15/10.....	BBB+	Baa2	BBB+	11,984,440
15,000,000	Panhandle Eastern 8 5/8%, due 4/15/25.....	BBB-	Baa3	BBB-	15,893,310
6,488,000	Southern Union Co. 7.60%, due 2/01/24.....	BBB	Baa3	BBB	7,370,070
8,850,000	Southern Union Co. 8 1/4%, due 11/15/29.....	BBB	Baa3	BBB	10,925,236

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DNP SELECT INCOME FUND INC.
STATEMENT OF NET ASSETS--(Continued)
(UNAUDITED)
September 30, 2004

Ratings	
Standard	Market

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Par Value	Company	Fitch	Moody's	and Poor's	Value (Note 1)
\$10,000,000	TE Products Pipeline Co. 7.51%, due 1/15/28.....	Not Rated	Baa3	BBB	\$ 10,828,040
15,500,000	Trans-Canada Pipeline 9 1/8%, due 4/20/06.....	Not Rated	A3	BBB+	16,891,962
					79,472,698
	[] TELECOMMUNICATION--8.5%				
4,200,000	AT&T Wireless Services Inc. 7 1/2%, due 5/01/07.....	BBB	Baa2	BBB	4,629,925
22,000,000	British Telecom PLC 8 3/8%, due 12/15/10.....	A	Baa1	A-	26,561,832
15,000,000	Centurytel Inc. 8 3/8%, due 10/15/10.....	BBB+	Baa2	BBB+	17,717,565
5,000,000	Centurytel Inc. 6 7/8%, due 1/15/28.....	BBB+	Baa2	BBB+	5,182,315
5,645,000	Comcast Cable Communications Inc. 8 3/8%, due 5/01/07.....	BBB	Baa3	BBB	6,309,580
10,000,000	France Telecom SA 7 3/4%, due 3/01/11.....	A-	Baa2	BBB+	11,986,010
17,625,000	GTE Corp. 7.90%, due 2/01/27.....	A+	A3	A+	19,353,537
5,000,000	GTE North Inc., Series C 7 5/8%, due 5/15/26.....	A+	A1	A+	5,323,140
10,000,000	Sprint Capital Corp. 8 3/8%, due 3/05/12.....	BBB	Baa3	BBB-	12,128,720
10,000,000	TCI Communications Inc. 8 3/4%, due 8/01/15.....	BBB	Baa3	BBB	12,487,730
6,724,000	360 Communications Co. 7 1/2% due 3/01/06.....	A	A2	A	7,161,248
4,314,000	Tritel PCS Inc. 10 3/8%, due 1/15/11.....	BBB	Baa2	BBB	4,923,961
10,500,000	Verizon Global Funding Corp. 7 3/4%, due 12/01/30.....	A+	A2	A+	12,613,881

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DNP SELECT INCOME FUND INC.
STATEMENT OF NET ASSETS--(Continued)
(UNAUDITED)
September 30, 2004

Par Value	Company	Ratings			Market Value (Note 1)
		Fitch	Moody's	Standard and Poor's	
\$ 5,000,000	Vodafone Group PLC				

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7 7/8%, due 2/15/30.....	A	A2	A	\$ 6,332,335

				152,711,779

[_] NON-UTILITY--7.0%

#25,000,000	Belford U.S. Capital Co. LLC				
	1.85%, due 3/08/05.....	AAA	Not Rated	AAA	25,005,900
7,361,000	Continental Cablevision Inc.				
	9.50%, due 8/01/13.....	Not Rated	Baa3	BBB	8,062,577
#45,000,000	Countrywide Home Loans Inc.				
	1.67%, Series L, due 1/18/05..	A	A3	A	45,000,135
8,000,000	Dayton Hudson Corp.				
	9 7/8%, due 7/01/20.....	A	A2	A+	11,706,808
#15,000,000	Sigma Finance Inc.				
	1.98%, due 1/28/05.....	AAA	Aaa	AAA	15,007,530
#20,000,000	Stanfield Victoria Funding LLC				
	1.955%, due 6/01/05.....	Not Rated	Aaa	AAA	20,004,280

					124,787,230

Total Bonds (Cost--\$546,122,899).....					559,208,961

U.S. TREASURY OBLIGATION--0.1%

2,000,000	U.S. Treasury Bond				
	10 3/4%, due 8/15/05.....				2,148,204

Total U.S. Treasury Obligation (Cost--\$2,394,375)					2,148,204

U.S. GOVERNMENT AGENCY OBLIGATIONS--9.3%

25,000,000	Federal Home Loan Mortgage Corp.				
	9%, due 11/15/13.....				25,191,400
84,500,000	Federal National Mortgage Assn.				
	8 1/2%, due 5/26/05.....				85,307,060

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DNP SELECT INCOME FUND INC.
STATEMENT OF NET ASSETS--(Continued)
(UNAUDITED)
September 30, 2004

Par Value/ Shares	Company	Market Value (Note 1)
-----	-----	-----
# \$ 13,223,842	Overseas Private Investment Corp., Series A	

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	1 1/2%, due 12/16/06.....	\$	13,205,024
# 8,408,828	Overseas Private Investment Corp., Series B		
	1 1/2%, due 12/16/06.....		8,396,862
# 2,206,105	Overseas Private Investment Corp., Series C		
	1 1/2%, due 12/16/06.....		2,202,952
# 910,147	Overseas Private Investment Corp., Series D		
	1 1/2%, due 12/16/06.....		908,852
# 8,910,723	Overseas Private Investment Corp., Series E		
	1 1/2%, due 12/16/06.....		8,898,043
# 4,418,734	Overseas Private Investment Corp., Series F		
	1 1/2%, due 12/16/06.....		4,412,446
# 4,030,911	Overseas Private Investment Corp., Series G		
	1 1/2%, due 12/16/06.....		4,025,175
# 2,904,433	Overseas Private Investment Corp., Series H		
	1 1/2%, due 12/16/06.....		2,900,300
# 6,705,421	Overseas Private Investment Corp., Series I		
	1 1/2%, due 12/16/06.....		6,695,879
# 2,903,447	Overseas Private Investment Corp., Series J		
	1 1/2%, due 12/16/06.....		2,899,315
#1,279,885	Overseas Private Investment Corp., Series K		
	1 1/2%, due 12/16/06.....		1,278,064

	Total U.S. Government Agency Obligations (Cost--\$173,006,926)		166,321,372

MONEY MARKET INSTRUMENTS--24.5%

# 13,837,200	AIM STIC Liquid Assets Portfolio.....		13,837,200
# 25,000,000	Chesham Finance LLC		
	1.935%, due 10/25/04.....		25,000,000

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DNP SELECT INCOME FUND INC.
 STATEMENT OF NET ASSETS--(Continued)
 (UNAUDITED)
 September 30, 2004

Par Value/ Shares	Market Value (Note 1)
-----	-----
# \$ 25,000,000	Credit Suisse First Boston LLC Repurchase Agreement
	1.925%, dated 9/30/04, due 10/01/04, with a repurchase price of
	\$25,001,337 and collateralized by
	\$20,610,000 ABSN 2004-HE5 A1 144A 5.00% ABS due 8/27/34;
	\$5,000,000 ABSN 2004-HE5 A2 144A 7.00% ABS due 8/27/34;
	\$299,625 CSFB 2004-6 B3 4.76% CMO due 9/25/19; and
	\$1,284,208 INDX 2004-AR9 5M5 4.34% CMO due 11/25/34.....
	\$ 25,000,000
#50,000,000	Dresdner Kleinwort Wasserstein Securities LLC Repurchase Agreement
	1.925%, dated 9/30/04, due 10/01/04, with a repurchase price of
	\$50,002,674 and collateralized by
	\$1,288,000 BAYV 2003-E M3 3.84% ABS due 10/28/34;
	\$1,000,000 BAYV 2003-F M4 3.94% ABS due 9/28/43;

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	\$10,182,000 CWALT 2004-16CB B1 5.66% CMO due 8/25/34;	
	\$5,000,000 FRENT 2004-C A 144A 5.25% ABS due 8/25/34;	
	\$3,550,000 MSAC-NC5 M2 3.09% ABS due 7/25/34;	
	\$2,000,000 RAMP 2004-RS1 MII2 3.29% ABS due 1/25/34;	
	\$25,000,000 Scana Corp. 2.16% Senior Note due 11/15/06;	
	\$1,691,590 SBA 505301 4.63% ABS due 2/25/26;	
	\$500,000 SBA 505309 3.88% ABS due 1/25/26; and	
	\$435,000 SBA 505374 3.88% ABS due 4/25/26.....	50,000,000
50,000,000	General Electric Capital Corp. 1.74%, due 10/01/04.....	50,000,000
#50,000,000	Goldman Sachs & Co. Repurchase Agreement 1.945%, dated 9/30/04, due 10/01/04, with a repurchase price of \$50,002,701 and collateralized by \$50,915,481 Merrill Lynch & Co. 2.11% Medium Term Note due 9/18/06	50,000,000
#50,000,000	Greenwich Capital Markets Inc. Repurchase Agreement, 1.955%, dated 9/30/04, due 10/01/04, with a repurchase price of \$50,002,715 and collateralized by \$3,624,750 CWALT 2004-18CB 2A9 5.70% CMO due 9/25/34; \$1,000,000 CWALT 2004-18CB 5A2 6.25% CMO due 9/25/34; \$5,968,000 GMAC 2004-HE2 A2 2.88% ABS due 10/25/33; \$19,495,500 RALI 2004-QS12 A4 2.24% CMO due 9/25/34; \$14,885,000 RAMP 2004-RZ3 AI2 3.42% ABS due 10/25/27; and \$6,000,000 WAMU 2004-AR7 A6 3.96% CMO due 7/25/34.....	50,000,000

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STATEMENT OF NET ASSETS--(Continued)
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Par Value/ Shares -----		Market Value (Note 1) -----
# \$ 18,301,498	Janus Institutional Cash Reserves Fund.....	\$ 18,301,498
#28,000,000	Lehman Brothers Inc. Repurchase Agreement, 1.925%, dated 9/30/04, due 10/01/04, with a repurchase price of \$28,001,497 and collateralized by \$1,000,000 GT 1995-3 B1 7.85% ABS due 8/15/25; \$3,620,000 GT 1995-5 B1 7.30% ABS due 9/15/26; \$12,975,000 GT 1995-6 M1 8.10% ABS due 9/15/26; \$655,000 INHEL 2003-A MV4 4.59% ABS due 12/25/32; \$10,000,000 MSAC 2004-HE2 B3 5.34% ABS due 3/25/34; and \$125,000 Northwest Airlines Corp. 7.58% Pass-Thru Certificates due 3/01/19.....	28,000,000
#50,000,000	Merrill Lynch Government Securities Inc. Repurchase Agreement, 1.955%, dated 9/30/04, due 10/01/04, with a repurchase price of \$50,02,715 and collateralized by \$5,250,000 BSCMS 2004-ESA J 5.82% 144A CMO due 5/14/16; \$5,000,000 BSCMS 2004-HS2A J 3.97% 144A CMO due 1/14/16; \$1,264,000 BSARM 2004-7 B3 4.36% CMO due 10/25/34; \$4,545,000 BSABS 2004-AC4 B 3.74% CMO due 8/25/34; \$4,000,000 CWRT 2004-1R A 5.75% 144A CMO due 4/27/34;	

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\$150,000 DLJCM 1998-CF2 B1 7.29% CMO due 11/12/31;
 \$4,000,000 EQIFP 1997-1 B 7.37% CMO due 12/20/15;
 \$11,354,000 FCLT 1997-CHL1 D 7.85% 144A CMO due 4/29/39;
 \$1,000,000 FUNBC 2001-C2 J 7.85% 144A CMO due 1/12/43;
 \$2,750,000 FHLT 2004-C M6 3.74% ABS due 8/25/34;
 \$200,000 GMACC 1998-C1 F 7.09% CMO due 5/15/30;
 \$1,528,000 MLMI 2004-A2 M3 3.96% CMO due 7/25/34;
 \$2,000,000 NCHET 2004-A MI2 5.65% ABS due 8/25/34;
 \$1,000,000 RAMP 2004-RS1 MII6 6.34% ABS due 1/25/34;
 \$8,705,000 SBM7 1997-HUD2 B2 7.00% CMO due 7/25/24;
 \$12,020,000 SUNOT 2004-1A D 4.93% 144A ABS due 10/20/20; and
 \$745,000 WFMBS 2004-R B3 4.46% CMO due 9/25/34..... 50,000,000

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DNP SELECT INCOME FUND INC.
 STATEMENT OF NET ASSETS--(Continued)
 (UNAUDITED)
 September 30, 2004

Par Value/ Shares -----	Market Value (Note 1) -----
#50,000,000	
Nomura Securities International Inc. Repurchase Agreement, 1.925%, dated 9/30/04, due 10/01/04, with a repurchase price of \$50,002,674 and collateralized by	
\$36,521,739 AMAC 2002-9 A2 5.75% CMO due 12/25/32;	
\$49,895,682 BOAA 2003-2 CB6 6.16% CMO due 4/25/33;	
\$2,550,384 CWHL 2002-16 1A14 6.50% CMO due 9/25/32;	
\$43,855,000 CWHL 2003-J3 1A2 5.61% CMO due 5/25/33;	
\$27,000,000 CWALT 2002-17 A6 6.21% CMO due 1/25/33;	
\$34,543,797 CWHL 2002-31 A11 6.00% CMO due 1/25/33;	
\$20,746,666 CWHL 2003-41 A2 5.25% CMO due 12/25/33;	
\$7,288,331 CSFB 2002-22 4X 7.50% CMO due 7/25/32;	
\$22,362,549 FNT 1999-2 4X 6.50% CMO due 4/25/29;	
\$4,615,000 FNW 2002-W1 2A10 0.55% CMO due 4/25/42;	
\$33,580,000 FHASI 2003-9 1A9 5.76% CMO due 11/25/33;	
\$25,000,000 GECCM 2001-1 X2 0.95% 144A CMO due 5/15/33;	
\$150,000 GMACC 2002-C3 A2 CMO 4.93% due 7/10/39;	
\$880,000 JPMCC 2004-C2 A2 5.26% CMO due 5/15/41;	
\$101,338,619 JPMCC 2004-FL1A XFL 0.11% 144A CMO due 4/16/19;	
\$33,330,000 MASTR 2003-7 4A36 5.26% CMO due 9/25/33;	
\$41,266,071 MASTR 2003-7 4A46 5.71% CMO due 9/25/33;	
\$37,452,188 MASTR 2003-2 2A7 6.26% CMO due 3/25/18;	
\$76,418,250 MSSTR 2003-1 3A3 6.26% CMO due 2/25/33;	
\$2,075,000 MSC 1997-C1 B 7.69% CMO due 2/15/20;	
\$1,780,192 NAA 2003-A1 APO 0.00% CMO due 5/25/33;	
\$11,731,677 PNCMS 1999-5 2X 6.75% CMO due 7/25/29;	
\$11,795,857 PRIME 2003-1 A9 6.09% CMO due 6/25/33;	
\$4,442,200 PHMS 1993-61 A14 18.13% CMO due 12/25/08;	
\$44,596,331 RALI 2002-QS19 A3 6.16% CMO due 12/25/32;	
\$50,000,000 RALI 2002-QS12 A3 6.16% CMO due 9/25/32;	
\$26,500,000 RALI 2003-QS15 A5 5.50% CMO due 8/25/33;	

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\$20,000,000 RFMSI 2002-S19 A9 6.11% CMO due 12/25/32;
 \$74,799,662 RFMSI 2003-S4 A11 5.71% CMO due 3/25/33;
 \$1,500,000 SBM7 2001-C2 A2 6.17% CMO due 2/13/10;
 \$138,474,267 SASC 2002-26 1A17 5.60% CMO due 1/25/33;
 \$32,381,630 SASC 2003-1 1A7 5.25% CMO due 2/25/18;
 \$385,530 SAMI 2004-AR1 2A1 3.37% CMO due 3/19/34;
 \$12,934,000 WAMU 2002-S8 2A3 5.25% CMO due 1/25/18;
 \$41,666,000 WAMMS 2003-MS5 1A5 5.66% CMO due 3/25/18;
 \$25,833,333 WFMBS 2002-18 1A6 6.00% CMO due 12/25/32;
 \$452,391,709 WFMBS 2002-18 2AIO 0.65% CMO due 12/25/32; and
 \$39,651,000 WFMBS 2004-4 A6 5.16% CMO due 5/25/34..... \$ 50,000

The accompanying note is an integral part of this financial statement.

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DNP SELECT INCOME FUND INC.
 STATEMENT OF NET ASSETS--(Continued)
 (UNAUDITED)
 September 30, 2004

Par Value/ Shares -----		Mark Valu (Note -----
\$30,000,000	Toyota Motor Credit Corp. 1.65%, due 10/01/04.....	\$ 30,0
	Total Money Market Instruments (Amortized Cost--\$440,138,698).....	440,1
	CASH AND OTHER ASSETS LESS LIABILITIES (40.1%).....	(750,3
	REMARKETED PREFERRED STOCK (\$.001 par value per share; 100,000,000 shares authorized and 5,000 shares issued and outstanding; liquidation preference \$100,000 per share).....	(500,0
	NET ASSETS APPLICABLE TO COMMON STOCK (equivalent to \$8.12 per share of common stock based on 220,730,830 shares of common stock outstanding; authorized 250,000,000 shares).....	\$ 1,791,2 =====

This security was purchased with the cash proceeds from securities loans.

The percentage shown for each investment category is the total value of that category as a percentage of the net assets applicable to common shares of the Fund.

 SIGNIFICANT ACCOUNTING POLICIES:

(1)The market values for securities are determined as follows: Equity securities traded on a national securities exchange or traded over-the-counter and quoted on the NASDAQ System are valued at last sales prices. Fixed income securities and any other securities for which it is determined that market prices are unavailable or inappropriate are valued at a fair value using a procedure determined in good faith by the Board of Directors which includes the use of a pricing service. Each money market

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instrument having a maturity of 60 days or less is valued on an amortized cost basis, which approximates market value.

(2)At December 31, 2003, the Fund's most recent fiscal tax year end, based on a tax cost of investments of \$2,712,873,413, the Fund had gross unrealized appreciation of \$253,248,708 and unrealized depreciation of \$92,979,901.

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ITEM 2. CONTROLS AND PROCEDURES.

(a) The registrant's principal executive officer and principal financial officer have concluded that the registrant's disclosure controls and procedures (as defined in Rule 30a-3(c) under the Investment Company Act of 1940 (the "1940 Act")) are effective, based on an evaluation of those controls and procedures made as of a date within 90 days of the filing date of this report as required by Rule 30a-3(b) under the 1940 Act and Rule 13a-15(b) under the Exchange Act.

(b) There has been no change in the registrant's internal control over financial reporting (as defined in Rule 30a-3(d) under the 1940 Act that occurred during the 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.

Exhibit 99.CERT Certifications pursuant to Section 302 of the Sarbanes-Oxley Act of 2002

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.

(Registrant) DNP SELECT INCOME FUND INC.
By (Signature and Title) /s/ Nathan I. Partain

Nathan I. Partain
President and Chief Executive Officer
Date November 12, 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 (Signature and Title) /s/ Nathan I. Partain

Nathan I. Partain
President and Chief Executive Officer

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Date November 12, 2004

By (Signature and Title)

/s/ Joseph C. Curry, Jr.

Joseph C. Curry, Jr.
Vice President and Treasurer

Date November 12, 2004