

DELAWARE INVESTMENTS DIVIDEND & INCOME FUND, INC  
Form N-Q  
October 29, 2010

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, 2010

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Item 1. Schedule of Investments.

Schedule of Investments (Unaudited)

Delaware Investments® Dividend and Income Fund, Inc.

August 31, 2010

	Number of Shares	Value
<b>Common Stock – 65.36%</b>		
<b>Consumer Discretionary – 2.84%</b>		
=P†Avado Brands	1,390	\$ 0
Comcast Class A	56,900	974,128
†DIRECTV Class A	1,550	58,776
Lowe's	42,800	868,840
		1,901,744
<b>Consumer Staples – 7.69%</b>		
Archer-Daniels-Midland	34,700	1,068,066
CVS Caremark	36,300	980,100
Kimberly-Clark	17,100	1,101,240
Kraft Foods Class A	37,000	1,108,150
*Safeway	47,100	885,480
		5,143,036
<b>Diversified REITs – 1.18%</b>		
*Investors Real Estate Trust	10,300	84,460
Lexington Realty Trust	12,900	86,043
*Vornado Realty Trust	7,665	621,325
		791,828
<b>Energy – 7.88%</b>		
Chevron	14,200	1,053,072
ConocoPhillips	19,500	1,022,385
Marathon Oil	32,500	990,925
National Oilwell Varco	26,400	992,376
Noble	10,400	323,648
Williams	49,200	891,996
		5,274,402
<b>Financials – 6.95%</b>		
Allstate	36,600	1,010,160
Bank of New York Mellon	38,300	929,541
*Fifth Street Finance	34,041	335,644
Marsh & McLennan	31,400	744,808
*Solar Capital	30,561	600,218
Travelers	21,000	1,028,580
		4,648,951
<b>Health Care – 9.20%</b>		
*†Alliance HealthCare Services	7,323	30,757
Baxter International	23,600	1,004,416
Cardinal Health	33,200	994,672

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Johnson & Johnson	17,900	1,020,658
Merck	29,870	1,050,229
Pfizer	69,189	1,102,182
*Quest Diagnostics	22,000	957,000
		6,159,914
Health Care REITs – 3.19%		
Cogdell Spencer	16,800	103,824
*HCP	15,650	551,194
*Health Care REIT	9,060	416,216
LTC Properties	3,300	81,444
Nationwide Health Properties	8,800	338,536
*Omega Healthcare Investors	7,900	169,455
*Ventas	9,375	473,531
		2,134,200
Hotel REITs – 0.37%		
*Host Hotels & Resorts	18,688	245,373
		245,373
Industrial REITs – 0.05%		
AMB Property	1,280	30,451
		30,451
Industrials – 3.04%		
†Delta Air Lines	9	94
†Flextronics International	4,400	21,692
†Foster Wheeler	2	43
*†Mobile Mini	1,651	23,494
Northrop Grumman	17,200	930,864
=P+PT Holdings	350	4
*Waste Management	31,900	1,055,570
		2,031,761

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<b>Information Technology – 5.73%</b>		
Intel	47,800	847,016
International Business Machines	8,200	1,010,486
†Motorola	136,400	1,027,092
Xerox	112,800	952,032
		3,836,626
<b>Mall REITs – 1.99%</b>		
General Growth Properties	6	84
*Macerich	5,026	208,177
Simon Property Group	11,347	1,026,336
*Taubman Centers	2,400	99,576
		1,334,173
<b>Materials – 1.57%</b>		
*duPont (E.I.) deNemours	25,800	1,051,866
		1,051,866
<b>Mortgage REITs – 0.44%</b>		
Chimera Investment	23,800	93,534
*Cypress Sharpridge Investments	14,800	199,356
		292,890
<b>Multifamily REITs – 1.36%</b>		
Apartment Investment & Management	7,968	162,866
Associated Estates Realty	7,200	97,632
*BRE Properties	4,600	188,048
*Camden Property Trust	3,450	157,872
Equity Residential	6,600	302,478
		908,896
<b>Office REITs – 0.74%</b>		
*Boston Properties	3,000	244,200
Brandywine Realty Trust	11,500	126,385
Government Properties Income Trust	4,800	123,216
		493,801
<b>Office/Industrial REITs – 0.61%</b>		
*Digital Realty Trust	5,550	328,949
Liberty Property Trust	2,700	81,999
		410,948
<b>Real Estate Operating REITs – 0.46%</b>		
*Starwood Property Trust	16,000	304,320
		304,320
<b>Self-Storage REITs – 0.76%</b>		
*Public Storage	5,150	504,803
		504,803
<b>Shopping Center REITs – 0.74%</b>		
*Federal Realty Investment Trust	300	23,787
*Kimco Realty	20,430	304,611
Ramco-Gershenson Properties Trust	8,800	91,872
*Weingarten Realty Investors	3,600	72,648
		492,918
<b>Single Tenant REITs – 0.24%</b>		
*National Retail Properties	6,700	163,212

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		163,212
Specialty REITs – 0.78%		
*Entertainment Properties Trust	2,920	125,823
*Plum Creek Timber	6,885	237,325
*Potlatch	4,825	161,638
		524,786
Telecommunications – 3.86%		
AT&T	42,200	1,140,666
=†Century Communications	500,000	0
Frontier Communications	40,000	309,200
†GeoEye	550	20,042
Verizon Communications	37,800	1,115,478
		2,585,386
Utilities – 3.70%		
American Water Works	4,300	97,094
Edison International	33,300	1,123,875
†Mirant	189	1,833
NorthWestern	3,300	92,796
Progress Energy	27,000	1,158,570
		2,474,168
Total Common Stock (cost \$46,950,454)		43,740,453
Convertible Preferred Stock – 2.23%		
Banking, Finance & Insurance – 0.86%		
Aspen Insurance Holdings 5.625% exercise price \$29.28, expiration date 12/31/49	8,800	469,150
Citigroup 7.5% exercise price \$3.94, expiration date 12/15/12	900	103,005
@†Fannie Mae 8.75% exercise price \$32.45, expiration date 5/13/11	3,500	3,150
		575,305

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<b>Energy – 0.68%</b>		
†Apache 6.00% exercise price \$109.12, expiration date 8/1/13	1,300	70,239
El Paso Energy Capital Trust I 4.75% exercise price \$41.59, expiration date 3/31/28	5,250	196,088
SandRidge Energy 8.50% exercise price \$8.01, expiration date 12/31/49	2,305	191,038
		457,365
<b>Health Care &amp; Pharmaceuticals – 0.35%</b>		
Mylan 6.50% exercise price \$17.08, expiration date 11/15/10	220	230,780
		230,780
<b>Telecommunications – 0.34%</b>		
Lucent Technologies Capital Trust I 7.75% exercise price \$24.80, expiration date 3/15/17	305	228,750
		228,750
Total Convertible Preferred Stock (cost \$1,713,134)		1,492,200
	Principal	
	Amount	
<b>Convertible Bonds – 13.65%</b>		
<b>Aerospace &amp; Defense – 0.75%</b>		
#AAR 144A 1.75% exercise price \$29.43, expiration date 1/1/26	\$ 260,000	235,300
*#L-3 Communications Holdings 144A 3.00% exercise price \$98.94, expiration date 8/1/35	265,000	267,319
		502,619
<b>Auto Parts &amp; Equipment – 0.30%</b>		
ArvinMeritor 4.00% exercise price \$26.73, expiration date 2/15/27	235,000	197,106
		197,106
<b>Banking, Finance &amp; Insurance – 0.54%</b>		
Jefferies Group 3.875% exercise price \$39.20, expiration date 11/1/29	149,000	148,441
#SVB Financial Group 3.875% exercise price \$53.04, expiration date 4/15/11	210,000	212,888
		361,329
<b>Basic Materials – 1.46%</b>		
#Owens-Brockway Glass Container 144A 3.00% exercise price \$47.47, expiration date 5/28/15	335,000	319,506
Rayonier TRS Holdings 3.75% exercise price \$54.81, expiration date 10/15/12	345,000	368,288
#Sino-Forest 144A 5.00% exercise price \$20.29, expiration date 8/1/13	255,000	289,744
		977,538
<b>Building &amp; Materials – 0.20%</b>		
Standard Pacific 6.00% exercise price \$8.37, expiration date 10/1/12	135,000	134,831
		134,831
<b>Cable, Media &amp; Publishing – 0.36%</b>		
VeriSign 3.25% exercise price \$34.37, expiration date 8/15/37	235,000	239,406
		239,406
<b>Computers &amp; Technology – 2.98%</b>		
#Advanced Micro Devices 144A 6.00% exercise price \$28.08, expiration date 5/1/15	83,000	81,651
Euronet Worldwide 3.50% exercise price \$40.48, expiration date 10/15/25	435,000	422,494
*Hutchinson Technology 3.25% exercise price \$36.43, expiration date 1/15/26	150,000	117,000
Intel 2.95% exercise price \$30.75, expiration date 12/15/35	145,000	140,831
Linear Technology 3.00% exercise price \$45.36, expiration date 5/1/27	425,000	426,593
Live Nation Entertainment 2.875% exercise price \$27.15, expiration date 7/15/27	413,000	346,920
#Rovi 144A 2.625% exercise price \$47.36, expiration date 2/15/40	250,000	281,875
SanDisk 1.00% exercise price \$82.35, expiration date 5/15/13	190,000	175,275
		1,992,639
<b>Energy – 0.51%</b>		

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Chesapeake Energy 2.25% exercise price \$85.89, expiration date 12/15/38	220,000	165,825
*Peabody Energy 4.75% exercise price \$58.40, expiration date 12/15/41	50,000	51,750
*Transocean 1.625% exercise price \$168.61, expiration date 12/15/37	125,000	123,594
		341,169
<b>Health Care &amp; Pharmaceuticals – 2.70%</b>		
Alere 3.00% exercise price \$43.98, expiration date 5/15/16	215,000	192,156
#Allergan 144A 1.50% exercise price \$63.33, expiration date 4/1/26	415,000	461,168
<b>Amgen</b>		
0.375% exercise price \$79.48, expiration date 2/1/13	270,000	269,325
#144A 0.375% exercise price \$79.48, expiration date 2/1/13	165,000	164,588
iHologic 2.00% exercise price \$38.59, expiration date 12/15/37	255,000	231,731
LifePoint Hospitals 3.25% exercise price \$61.22, expiration date 8/15/25	220,000	213,125
Medtronic 1.65% exercise price \$54.79, expiration date 4/15/13	275,000	276,719
		1,808,812
<b>Leisure, Lodging &amp; Entertainment – 0.55%</b>		
#Gaylord Entertainment 144A 3.75% exercise price \$27.25, expiration date 10/1/14	160,000	188,000
*International Game Technology 144A 3.25% exercise price \$19.97, expiration date 5/1/14	160,000	175,800
		363,800
<b>Real Estate – 0.40%</b>		
#Digital Realty Trust 144A 5.50% exercise price \$43.00, expiration date 4/15/29	95,000	140,600
#Lexington Realty Trust 144A 6.00% exercise price \$7.09, expiration date 1/15/30	120,000	127,800
		268,400
<b>Retail – 0.25%</b>		
Pantry 3.00% exercise price \$50.09, expiration date 11/15/12	180,000	169,650
		169,650
<b>Telecommunications – 1.80%</b>		
Alaska Communications System Group 5.75% exercise price \$12.90, expiration date 3/1/13	260,000	256,425
*Leap Wireless International 4.50% exercise price \$93.21, expiration date 7/15/14	217,000	189,875

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Level 3 Communications 5.25% exercise price \$3.98, expiration date 12/15/11	140,000	137,900
NII Holdings 3.125% exercise price \$118.32, expiration date 6/15/12	410,000	398,725
SBA Communications 4.00% exercise price \$30.38, expiration date 10/1/14	165,000	223,163
		1,206,088
Transportation – 0.33%		
Bristow Group 3.00% exercise price \$77.34, expiration date 6/14/38	254,000	