

DELAWARE INVESTMENTS DIVIDEND & INCOME FUND, INC  
Form N-CSRS  
August 03, 2012

**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:	811-07460
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:	May 31, 2012

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Item 1. Reports to Stockholders

# Semiannual Report

Delaware  
Investments®  
Dividend and  
Income Fund, Inc.

May 31, 2012

The figures in the semiannual report for Delaware Investments Dividend and Income Fund, Inc. represent past results, which are not a guarantee of future results. A rise or fall in interest rates can have a significant impact on bond prices. Funds that invest in bonds can lose their value as interest rates rise.

**Closed-end fund**

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Unless otherwise noted, views expressed herein are current as of May 31, 2012, and subject to change.

Funds are not FDIC insured and are not guaranteed. It is possible to lose the principal amount invested.

Mutual fund advisory services are provided by Delaware Management Company, a series of Delaware Management Business Trust, which is a registered investment advisor. Delaware Investments, a member of Macquarie Group, refers to Delaware Management Holdings, Inc. and its subsidiaries. Macquarie Group refers to Macquarie Group Limited and its subsidiaries and affiliates worldwide.

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## Security type/sector allocation and top 10 equity holdings

### Delaware Investments® Dividend and Income Fund, Inc.

As of May 31, 2012

Sector designations may be different than the sector designations presented in other Fund materials. The sector designations may represent the investment manager's internal sector classifications, which may result in the sector designations for one fund being different than another fund's sector designations.

Security type/Sector	Percentage of Net Assets
<b>Common Stock</b>	<b>69.78%</b>
Consumer Discretionary	3.83%
Consumer Staples	8.61%
Diversified REITs	0.19%
Energy	6.00%
Financials	7.93%
Healthcare	10.31%
Healthcare REITs	2.17%
Hotel REITs	0.77%
Industrial REITs	0.85%
Industrials	5.15%
Information Technology	6.46%
Mall REITs	2.50%
Materials	1.64%
Mixed REITs	1.08%
Mortgage REITs	0.43%
Multifamily REITs	1.53%
Office REITs	0.61%
Real Estate Management & Development	0.00%
Self-Storage REITs	0.87%
Shopping Center REITs	1.08%
Single Tenant REIT	0.20%
Specialty REITs	1.45%
Telecommunications	4.13%
Utilities	1.99%
<b>Convertible Preferred Stock</b>	<b>2.66%</b>
<b>Convertible Bonds</b>	<b>10.74%</b>
Capital Goods	1.24%
Communications	1.36%
Consumer Cyclical	1.07%
Consumer Non-Cyclical	1.62%
Energy	0.52%
Financials	1.28%
Industrials	0.31%
Insurance	0.08%
Real Estate	0.22%
Services	0.59%
Technology	2.45%
<b>Corporate Bonds</b>	<b>42.57%</b>
Automobiles	1.75%
Banking	1.03%
Basic Industry	6.47%
Capital Goods	2.33%
Communications	4.25%
Consumer Cyclical	2.73%
Consumer Non-Cyclical	1.04%
Energy	5.33%
Financials	1.44%
Healthcare	2.00%
Insurance	1.39%

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Media	3.79%
Services	4.70%
Technology	3.33%
Utilities	0.99%
<b>Senior Secured Loans</b>	<b>1.38%</b>
<b>Limited Partnership</b>	<b>0.26%</b>
<b>Preferred Stock</b>	<b>0.47%</b>
<b>Warrants</b>	<b>0.00%</b>
<b>Short-Term Investments</b>	<b>9.26%</b>
<b>Securities Lending Collateral</b>	<b>5.08%</b>
<b>Total Value of Securities</b>	<b>142.20%</b>
<b>Obligation to Return Securities Lending Collateral</b>	<b>(5.28%)</b>
<b>Borrowing Under Line of Credit</b>	<b>(37.10%)</b>
<b>Receivables and Other Assets Net of Other Liabilities</b>	<b>0.18%</b>
<b>Total Net Assets</b>	<b>100.00%</b>

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## Security type/sector allocation and top 10 equity holdings

### Delaware Investments® Dividend and Income Fund, Inc.

Holdings are for informational purposes only and are subject to change at any time. They are not a recommendation to buy, sell, or hold any security.

Top 10 equity holdings	Percentage of Net Assets
Lowe s	2.00%
AT&T	1.95%
Allstate	1.92%
Travelers	1.92%
Verizon Communications	1.92%
Simon Property Group	1.89%
Edison International	1.83%
Intel	1.82%
Merck	1.82%
Archer-Daniels-Midland	1.80%

## Statement of net assets

### Delaware Investments® Dividend and Income Fund, Inc.

May 31, 2012 (Unaudited)

		Number of Shares	Value
<b>Common Stock</b>	<b>69.78%</b>		
Consumer Discretionary	3.83%		
	Comcast Class A	45,700	\$ 1,321,187
	DIRECTV Class A	1,550	68,898
	Lowe's	57,000	1,523,040
			2,913,125
Consumer Staples	8.61%		
	Archer-Daniels-Midland	43,000	1,370,840
	CVS Caremark	29,200	1,312,248
	Kimberly-Clark	17,000	1,348,950
	Kraft Foods Class A	32,300	1,236,121
	*Safeway	67,500	1,283,850
			6,552,009
Diversified REITs	0.19%		
	Lexington Realty Trust	12,500	103,875
	Nieuwe Steen Investments	269	2,070
	Vornado Realty Trust	465	38,093
			144,038
Energy	6.00%		
	Chevron	12,800	1,258,368
	ConocoPhillips	17,800	928,448
	Marathon Oil	38,600	961,526
	Phillips 66	3,900	117,117
	Williams	42,700	1,303,631
			4,569,090
Financials	7.93%		
	Allstate	43,100	1,462,814
	Bank of New York Mellon	56,100	1,142,196
	*Fifth Street Finance	28,741	273,327
	Home Loan Servicing Solution	26,900	359,922
	Marsh & McLennan	41,700	1,333,566
	Travelers	23,400	1,462,266
			6,034,091
Healthcare	10.31%		
	Alliance HealthCare Services	7,323	7,616
	Baxter International	23,000	1,164,260
	Cardinal Health	31,900	1,320,022
	Johnson & Johnson	21,200	1,323,516
	Merck	36,900	1,386,701
	Pfizer	61,189	1,338,203
	Quest Diagnostics	22,900	1,303,010
			7,843,328
Healthcare REITs	2.17%		
	HCP	3,850	157,234
	Health Care REIT	7,660	424,900
	LTC Properties	2,800	90,356
	Omega Healthcare Investors	8,000	168,880
	Ventas	13,797	811,540
			1,652,910
Hotel REITs	0.77%		
	Ashford Hospitality Trust	9,000	76,950
	DiamondRock Hospitality	12,300	122,262
	LaSalle Hotel Properties	3,100	85,498
	Summit Hotel Properties	37,600	299,672
			584,382
Industrial REITs	0.85%		
	First Industrial Realty Trust	26,400	314,952

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	ProLogis	1,080	34,538
	STAG Industrial	21,700	298,375
			647,865
<b>Industrials</b>	<b>5.15%</b>		
	Delta Air Lines	24	290
	Flextronics International	4,400	28,248
	Northrop Grumman	22,400	1,316,000
	Raytheon	26,000	1,308,320
	Waste Management	38,900	1,261,916
			3,914,774
<b>Information Technology</b>	<b>6.46%</b>		
	Cisco Systems	64,900	1,059,817
	Intel	53,700	1,387,608
	Motorola Solutions	26,642	1,280,947
	Xerox	164,500	1,187,690
			4,916,062
<b>Mall REITs</b>	<b>2.50%</b>		
	General Growth Properties	4,429	74,186
	Macerich	1,326	75,648
	Pennsylvania Real Estate Investment Trust	24,600	311,928
	* Rouse Properties	228	2,916
	Simon Property Group	9,747	1,437,878
			1,902,556
<b>Materials</b>	<b>1.64%</b>		
	duPont (E.I.) deNemours	25,900	1,249,934
	= PT Holdings	350	4
			1,249,938
<b>Mixed REITs</b>	<b>1.08%</b>		
	Digital Realty Trust	7,550	534,314
	DuPont Fabros Technology	4,100	104,509
	Liberty Property Trust	2,300	79,741
	PS Business Parks	1,600	105,424
			823,988
<b>Mortgage REITs</b>	<b>0.43%</b>		
	Chimera Investment	20,100	56,280
	Starwood Property Trust	13,500	270,540
			326,820
<b>Multifamily REITs</b>	<b>1.53%</b>		
	Apartment Investment & Management	12,119	328,061
	Associated Estates Realty	6,100	96,441
	BRE Properties	4,200	206,766
	Camden Property Trust	2,950	192,075
	Equity Residential	5,600	342,160
			1,165,503
<b>Office REITs</b>	<b>0.61%</b>		
	Alstria Office REIT	23,400	227,761
	Boston Properties	400	41,172
	Brandywine Realty Trust	9,700	108,931
	Government Properties Income Trust	4,100	87,699
			465,563

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## Statement of net assets

Delaware Investments® Dividend and Income Fund, Inc.

	Number of Shares	Value
<b>Common Stock (continued)</b>		
Real Estate Management & Development 0.00%		
Howard Hughes	1	\$ 60
		60
Self-Storage REITs 0.87%		
Extra Space Storage	2,800	79,408
Public Storage	4,350	580,595
		660,003
Shopping Center REITs 1.08%		
Equity One	6,800	135,048
Federal Realty Investment Trust	300	29,484
First Capital Realty	11,881	208,396
Kimco Realty	17,230	309,279
Ramco-Gershenson Properties Trust	5,200	61,932
Weingarten Realty Investors	3,000	76,740
		820,879
Single Tenant REIT 0.20%		
National Retail Properties	5,700	150,993
		150,993
Specialty REITs 1.45%		
Entertainment Properties Trust	2,420	99,873
Plum Creek Timber	5,785	211,153
Potlatch	4,125	118,223
Rayonier	2,500	107,425
Solar Capital	25,861	