

Edgar Filing: GABELLI DIVIDEND & INCOME TRUST - Form N-Q

GABELLI DIVIDEND & INCOME TRUST

Form N-Q

November 09, 2006

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 811-21423

The Gabelli Dividend & Income Trust

(Exact name of registrant as specified in charter)

One Corporate Center
Rye, New York 10580-1422

(Address of principal executive offices) (Zip code)

Bruce N. Alpert
Gabelli Funds, LLC
One Corporate Center
Rye, New York 10580-1422

(Name and address of agent for service)

Registrant's telephone number, including area code: 1-800-422-3554

Date of fiscal year end: December 31

Date of reporting period: September 30, 2006

Form N-Q is to be used by management investment companies, other than small business investment companies registered on Form N-5 (ss.ss. 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 the Secretary, Securities and Exchange Commission, 100 F Street, NE, Washington, DC 20549. The OMB has reviewed this collection of information under the clearance requirements of 44 U.S.C. ss. 3507.

ITEM 1. SCHEDULE OF INVESTMENTS.

The Schedule(s) of Investments is attached herewith.

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THE GABELLI DIVIDEND & INCOME TRUST
 SCHEDULE OF INVESTMENTS
 SEPTEMBER 30, 2006 (UNAUDITED)

| SHARES ----- | | MARKET VALUE* |
|-----------------|--|------------------|
| | | ----- |
| | COMMON STOCKS -- 78.9% | |
| | AEROSPACE -- 0.8% | |
| 10,000 | Goodrich Corp. | \$ 405,200 |
| 60,000 | Kaman Corp. | 1,080,600 |
| 2,000,000 | Rolls-Royce Group plc+ | 16,963,437 |
| | | ----- |
| | | 18,449,237 |
| | | ----- |
| | AGRICULTURE -- 0.3% | |
| 150,000 | Archer-Daniels-Midland Co. | 5,682,000 |
| 55,000 | Delta & Pine Land Co. | 2,227,500 |
| | | ----- |
| | | 7,909,500 |
| | | ----- |
| | AUTOMOTIVE -- 0.2% | |
| 100,000 | General Motors Corp. | 3,326,000 |
| 50,000 | Navistar International Corp.+ .. | 1,291,000 |
| | | ----- |
| | | 4,617,000 |
| | | ----- |
| | AUTOMOTIVE: PARTS AND ACCESSORIES -- 0.8% | |
| 100,000 | Dana Corp. | 104,000 |
| 455,000 | Genuine Parts Co. | 19,624,150 |
| | | ----- |
| | | 19,728,150 |
| | | ----- |
| | AVIATION: PARTS AND SERVICES -- 0.2% | |
| 50,000 | Sequa Corp., Cl. A+ | 4,693,000 |
| | | ----- |
| | BROADCASTING -- 0.2% | |
| 160,000 | Univision Communications Inc., Cl. A+ | 5,494,400 |
| | | ----- |
| | BUILDING AND CONSTRUCTION -- 0.0% | |
| 11,000 | Layne Christensen Co.+ | 314,270 |
| | | ----- |
| | BUSINESS SERVICES -- 0.4% | |
| 265,000 | Aramark Corp., Cl. B | 8,707,900 |
| | | ----- |
| | CABLE AND SATELLITE -- 1.1% | |
| 40,000 | Cablevision Systems Corp., Cl. A+ | 908,400 |
| 14,200 | Cogeco Inc. | 298,546 |
| 330,000 | EchoStar Communications Corp., Cl. A+ | 10,804,200 |
| 81,734 | Liberty Global Inc., Cl. A+ | 2,103,833 |
| 34,318 | Liberty Global Inc., Cl. C+ | 860,009 |
| 155,000 | Rogers Communications Inc., Cl. B | 8,504,850 |
| 115,000 | The DIRECTV Group Inc.+ | 2,263,200 |
| | | ----- |
| | | 25,743,038 |
| | | ----- |
| UNITS ----- | | |

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| | | |
|-----------|---|---------------|
| | CLOSED-END FUNDS -- 0.1% | |
| 47,125 | Bell Aliant Regional Communications Income Fund | 1,473,513 |
| | | ----- |
| SHARES | | |
| ----- | | |
| | COMMUNICATIONS EQUIPMENT -- 0.0% | |
| 20,000 | Thomas & Betts Corp.+ | 954,200 |
| | | ----- |
| | COMPUTER SOFTWARE AND SERVICES -- 0.3% | |
| 20,000 | Hummingbird Ltd.+ | 556,600 |
| 150,000 | The Reynolds & Reynolds Co., Cl. A | 5,926,500 |
| | | ----- |
| | | 6,483,100 |
| | | ----- |
| | | MARKET |
| SHARES | | VALUE* |
| ----- | | ----- |
| | CONSUMER PRODUCTS -- 2.4% | |
| 329,000 | Alberto-Culver Co. | \$ 16,644,110 |
| 10,000 | Altria Group Inc. | 765,500 |
| 125,000 | Avon Products Inc. | 3,832,500 |
| 40,000 | Eastman Kodak Co. | 896,000 |
| 135,000 | Gallaher Group plc, ADR | 8,824,950 |
| 47,000 | Hanesbrands Inc.+ | 1,057,970 |
| 1,000 | Kimberly-Clark Corp. | 65,360 |
| 180,000 | Mattel Inc. | 3,546,000 |
| 150,000 | Procter & Gamble Co. | 9,297,000 |
| 700,000 | Swedish Match AB | 11,391,006 |
| | | ----- |
| | | 56,320,396 |
| | | ----- |
| | DIVERSIFIED INDUSTRIAL -- 2.7% | |
| 180,000 | Bouygues SA | 9,627,572 |
| 130,000 | Cooper Industries Ltd., Cl. A | 11,078,600 |
| 500,000 | General Electric Co. | 17,650,000 |
| 250,000 | Honeywell International Inc. | 10,225,000 |
| 100,000 | ITT Corp. | 5,127,000 |
| 116,000 | Sonoco Products Co. | 3,902,240 |
| 1,000 | Textron Inc. | 87,500 |
| 1,051,000 | Tomkins plc | 4,658,846 |
| 120,000 | WHX Corp.+ | 1,080,000 |
| | | ----- |
| | | 63,436,758 |
| | | ----- |
| | ELECTRONICS -- 0.7% | |
| 45,000 | Freescale Semiconductor Inc., Cl. A+ | 1,712,250 |
| 20,000 | Intel Corp. | 411,400 |
| 1,000,000 | Symbol Technologies Inc. | 14,860,000 |
| | | ----- |
| | | 16,983,650 |
| | | ----- |
| | ENERGY AND UTILITIES: ELECTRIC -- 5.3% | |
| 30,000 | Allegheny Energy Inc.+ | 1,205,100 |
| 120,000 | ALLETE Inc. | 5,214,000 |
| 310,000 | American Electric Power Co. Inc. | 11,274,700 |

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| | | |
|---------|---|-------------|
| 425,000 | DPL Inc. | 11,526,000 |
| 17,500 | DTE Energy Co. | 726,425 |
| 270,000 | Duquesne Light Holdings Inc. | 5,308,200 |
| 280,000 | Electric Power Development Co. Ltd. | 9,979,259 |
| 230,000 | FPL Group Inc. | 10,350,000 |
| 600,000 | Great Plains Energy Inc. | 18,612,000 |
| 550,000 | Pepco Holdings Inc. | 13,293,500 |
| 240,000 | Pinnacle West Capital Corp. | 10,812,000 |
| 450,200 | The Southern Co. | 15,513,892 |
| 365,000 | Unisource Energy Corp. | 12,165,450 |
| | | ----- |
| | | 125,980,526 |
| | | ----- |
| | ENERGY AND UTILITIES: INTEGRATED -- | 10.6% |
| 12,000 | Alliant Energy Corp. | 428,760 |
| 385,000 | Ameren Corp. | 20,324,150 |
| 50,000 | Avista Corp. | 1,184,000 |
| 11,000 | Black Hills Corp. | 369,710 |
| 33,000 | CH Energy Group Inc. | 1,698,510 |
| 108,000 | Chubu Electric Power Co. Inc. | 2,806,857 |

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THE GABELLI DIVIDEND & INCOME TRUST
SCHEDULE OF INVESTMENTS (CONTINUED)
SEPTEMBER 30, 2006 (UNAUDITED)

| SHARES | | MARKET VALUE* |
|---------|--|------------------|
| ----- | | ----- |
| | COMMON STOCKS (CONTINUED) | |
| | ENERGY AND UTILITIES: INTEGRATED (CONTINUED) | |
| 278,000 | CONSOL Energy Inc.\$ | 8,820,940 |
| 200,000 | Consolidated Edison Inc. | 9,240,000 |
| 20,000 | Dominion Resources Inc. | 1,529,800 |
| 690,000 | Duke Energy Corp. | 20,838,000 |
| 430,000 | Edison SpA | 924,221 |
| 200,000 | El Paso Corp. | 2,728,000 |
| 100,000 | Endesa SA | 4,254,321 |
| 67,000 | Endesa SA, ADR | 2,854,200 |
| 300,000 | Enel SpA | 2,737,094 |
| 47,000 | Enel SpA, ADR | 2,144,610 |
| 139,500 | Energy East Corp. | 3,308,940 |
| 220,000 | FirstEnergy Corp. | 12,289,200 |
| 130,000 | Hawaiian Electric Industries Inc. | 3,517,800 |
| 250,000 | Hera SpA | 933,605 |
| 121,500 | Hokkaido Electric Power Co. Inc. | 2,946,857 |
| 121,500 | Hokuriku Electric Power Co. | 2,540,571 |
| 80,500 | Korea Electric Power Corp., ADR | 1,573,775 |
| 121,500 | Kyushu Electric Power Co. Inc. | 2,869,714 |
| 21,000 | Maine & Maritimes Corp.+ | 351,750 |
| 74,000 | MGE Energy Inc. | 2,396,120 |
| 35,102 | National Grid plc, ADR | 2,200,544 |

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| | | |
|---------|--|------------|
| 255,000 | NiSource Inc. | 5,543,700 |
| 605,000 | NSTAR | 20,182,800 |
| 490,000 | OGE Energy Corp. | 17,693,900 |
| 38,000 | Ormat Technologies Inc. | 1,243,360 |
| 330,000 | Progress Energy Inc. | 14,975,400 |
| 200,000 | Public Service Enterprise Group Inc. | 12,238,000 |
| 174,603 | Scottish Power plc, ADR | 8,478,722 |
| 121,500 | Shikoku Electric Power Co. Inc. | 2,648,572 |
| 15,000 | TECO Energy Inc. | 234,750 |
| 121,500 | The Chugoku Electric Power Co. Inc. | 2,561,143 |
| 30,000 | The Empire District Electric Co. | 671,400 |
| 121,500 | The Kansai Electric Power Co. Inc. | 2,802,857 |
| 108,000 | The Tokyo Electric Power Co. Inc. | 3,108,572 |
| 121,500 | Tohoku Electric Power Co. Inc. | 2,658,857 |
| 2,000 | TXU Corp. | 125,040 |
| 202,600 | Vectren Corp. | 5,439,810 |
| 470,000 | Westar Energy Inc. | 11,049,700 |
| 90,000 | Wisconsin Energy Corp. | 3,882,600 |
| 150,000 | WPS Resources Corp. | 7,444,500 |
| 620,000 | Xcel Energy Inc. | 12,803,000 |

253,598,732

ENERGY AND UTILITIES: NATURAL GAS -- 5.6%

| | | |
|---------|---|------------|
| 8,500 | AGL Resources Inc. | 310,250 |
| 100,000 | Atmos Energy Corp. | 2,855,000 |
| 14,800 | Delta Natural Gas Co. Inc. | 370,740 |
| 6,000 | Energen Corp. | 251,220 |
| 500,000 | KeySpan Corp. | 20,570,000 |
| 20,000 | Kinder Morgan Energy Partners LP | 877,600 |
| 450,000 | Kinder Morgan Inc. | 47,182,500 |

MARKET
VALUE*

| SHARES | | |
|---------|----------------------------------|---------------|
| ----- | | ----- |
| 300,000 | National Fuel Gas Co. | \$ 10,905,000 |
| 215,000 | Nicor Inc. | 9,193,400 |
| 220,000 | ONEOK Inc. | 8,313,800 |
| 300,000 | Peoples Energy Corp. | 12,195,000 |
| 300,000 | SEMCO Energy Inc.+ | 1,692,000 |
| 200,000 | Sempra Energy | 10,050,000 |
| 30,000 | South Jersey Industries Inc. ... | 897,300 |
| 70,000 | Southern Union Co. | 1,848,700 |
| 165,000 | Southwest Gas Corp. | 5,497,800 |
| 60,000 | The Laclede Group Inc. | 1,924,800 |

134,935,110

ENERGY AND UTILITIES: OIL -- 11.9%

| | | |
|--------|-------------------------------|-----------|
| 20,000 | Anadarko Petroleum Corp. | 876,600 |
| 40,000 | Apache Corp. | 2,528,000 |
| 20,000 | Baker Hughes Inc. | 1,364,000 |
| 46,900 | BG Group plc, ADR | 2,859,493 |

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| | | |
|---------|--|-------------|
| 160,000 | BP plc, ADR | 10,492,800 |
| 40,000 | Cameron International Corp.+ ... | 1,932,400 |
| 140,000 | Chesapeake Energy Corp. | 4,057,200 |
| 319,888 | Chevron Corp. | 20,747,936 |
| 1,000 | Cimarex Energy Co. | 35,190 |
| 420,996 | ConocoPhillips | 25,061,892 |
| 78,000 | Devon Energy Corp. | 4,925,700 |
| 290,000 | Diamond Offshore Drilling Inc. | 20,987,300 |
| 187,500 | Eni SpA, ADR | 11,158,125 |
| 225,000 | Exxon Mobil Corp. | 15,097,500 |
| 55,000 | Giant Industries Inc.+ | 4,466,000 |
| 640,000 | Halliburton Co. | 18,208,000 |
| 30,000 | Hess Corp. | 1,242,600 |
| 297,000 | Marathon Oil Corp. | 22,839,300 |
| 180,000 | Murphy Oil Corp. | 8,559,000 |
| 4,000 | Nabors Industries Ltd.+ | 119,000 |
| 1,000 | Niko Resources Ltd. | 59,494 |
| 5,000 | Noble Corp. | 320,900 |
| 375,000 | Occidental Petroleum Corp. | 18,041,250 |
| 14,000 | Oceaneering International Inc.+ | 431,200 |
| 30,000 | PetroChina Co. Ltd., ADR | 3,229,500 |
| 280,000 | Repsol YPF SA, ADR | 8,352,400 |
| 200,000 | Royal Dutch Shell plc, Cl. A, ADR | 13,220,000 |
| 120,000 | Schlumberger Ltd. | 7,443,600 |
| 1,000 | Seitel Inc.+ | 3,670 |
| 940,000 | Statoil ASA, ADR | 22,390,800 |
| 200,000 | Sunoco Inc. | 12,438,000 |
| 200,000 | Total SA, ADR | 13,188,000 |
| 90,000 | Transocean Inc.+ | 6,590,700 |
| | | ----- |
| | | 283,267,550 |
| | | ----- |
| | ENERGY AND UTILITIES: SERVICES -- 0.2% | |
| 135,000 | ABB Ltd., ADR | 1,779,300 |
| 50,000 | NS Group Inc.+ | 3,227,500 |
| | | ----- |
| | | 5,006,800 |
| | | ----- |

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THE GABELLI DIVIDEND & INCOME TRUST
SCHEDULE OF INVESTMENTS (CONTINUED)
SEPTEMBER 30, 2006 (UNAUDITED)

| SHARES | | MARKET VALUE* |
|--------|--|------------------|
| ----- | | ----- |
| | COMMON STOCKS (CONTINUED) | |
| | ENERGY AND UTILITIES: WATER -- 0.3% | |
| 11,000 | American States Water Co.\$ | 420,750 |
| 53,333 | Aqua America Inc. | 1,170,126 |
| 6,000 | Artesian Resources Corp., Cl. A | 112,860 |
| 3,000 | California Water Service Group | 110,790 |
| 10,000 | Connecticut Water Service Inc. | 220,800 |

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| | | |
|---------|----------------------------------|------------|
| 1,000 | Consolidated Water Co. Ltd. | 24,570 |
| 6,000 | Middlesex Water Co. | 115,380 |
| 21,466 | Pennichuck Corp. | 397,765 |
| 90,000 | SJW Corp. | 2,691,900 |
| 16,800 | Southwest Water Co. | 205,464 |
| 5,000 | Suez SA | 219,627 |
| 168,000 | Suez SA, Strips+ | 2,130 |
| 36,000 | United Utilities plc, ADR | 953,280 |
| 9,000 | York Water Co. | 171,180 |
| | | ----- |
| | | 6,816,622 |
| | | ----- |
| | ENTERTAINMENT -- 0.8% | |
| 8,000 | Grupo Televisa SA, ADR | 170,080 |
| 150,000 | The Walt Disney Co. | 4,636,500 |
| 360,000 | Time Warner Inc. | 6,562,800 |
| 220,000 | Vivendi | 7,931,170 |
| | | ----- |
| | | 19,300,550 |
| | | ----- |
| | ENVIRONMENTAL SERVICES -- 0.3% | |
| 300,000 | Allied Waste Industries Inc.+ .. | 3,381,000 |
| 11,000 | Veolia Environnement | 664,093 |
| 75,000 | Waste Management Inc. | 2,751,000 |
| | | ----- |
| | | 6,796,093 |
| | | ----- |
| | EQUIPMENT AND SUPPLIES -- 1.3% | |
| 115,000 | CIRCOR International Inc. | 3,513,250 |
| 30,000 | Lufkin Industries Inc. | 1,587,600 |
| 60,000 | Mueller Industries Inc. | 2,110,200 |
| 280,000 | RPC Inc. | 5,129,600 |
| 315,000 | Weatherford | |
| | International Ltd.+ | 13,141,800 |
| 300,000 | Xerox Corp.+ | 4,668,000 |
| | | ----- |
| | | 30,150,450 |
| | | ----- |
| | FINANCIAL SERVICES -- 14.0% | |
| 305,000 | AllianceBernstein Holding LP ... | 21,041,950 |
| 380,000 | American Express Co. | 21,310,400 |
| 260,000 | American International | |
| | Group Inc. | 17,227,600 |
| 80,000 | Ameriprise Financial Inc. | 3,752,000 |
| 285,000 | AmSouth Bancorporation | 8,276,400 |
| 40,000 | Astoria Financial Corp. | 1,232,800 |
| 510,000 | Bank of America Corp. | 27,320,700 |
| 5,000 | BlackRock Inc. | 745,000 |
| 20,000 | Capital One Financial Corp. | 1,573,200 |
| 550,000 | Citigroup Inc. | 27,318,500 |
| 210,000 | Commerce Bancorp Inc. | 7,709,100 |
| 30,000 | Deutsche Bank AG | 3,621,000 |
| 80,000 | Fannie Mae | 4,472,800 |
| 40,000 | Fidelity National | |
| | Financial Inc. | 1,666,000 |
| | | ----- |
| | | MARKET |
| | | VALUE* |
| | | ----- |
| SHARES | | |
| ----- | | |
| 7,000 | Fidelity National Title | |
| | Group Inc., Cl. A | \$ 146,720 |

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| | | |
|---------|--|-------------|
| 165,000 | Fifth Third Bancorp | 6,283,200 |
| 100,000 | First Horizon National Corp. ... | 3,801,000 |
| 40,000 | Flushing Financial Corp. | 700,000 |
| 27,000 | Hartford Financial Services Group Inc. | 2,342,250 |
| 10,000 | Hudson City Bancorp Inc. | 132,500 |
| 520,000 | JPMorgan Chase & Co. | 24,419,200 |
| 1,000 | Legg Mason Inc. | 100,860 |
| 10,000 | Lehman Brothers Holdings Inc. .. | 738,600 |
| 15,000 | Marshall & Ilsley Corp. | 722,700 |
| 112,000 | Merrill Lynch & Co. Inc. | 8,760,640 |
| 135,000 | Morgan Stanley | 9,842,850 |
| 200,000 | New York Community Bancorp Inc. | 3,276,000 |
| 40,000 | NewAlliance Bancshares Inc. | 586,000 |
| 40,000 | North Fork Bancorporation Inc. | 1,145,600 |
| 210,000 | PNC Financial Services Group Inc. | 15,212,400 |
| 332,000 | Popular Inc. | 6,454,080 |
| 323,620 | Sovereign Bancorp Inc. | 6,961,066 |
| 20,750 | Sterling Bancorp | 407,945 |
| 100,000 | T. Rowe Price Group Inc. | 4,785,000 |
| 60,000 | The Allstate Corp. | 3,763,800 |
| 361,400 | The Bank of New York Co. Inc. | 12,742,964 |
| 4,000 | The Progressive Corp. | 98,160 |
| 290,000 | The St. Paul Travelers Companies Inc. | 13,598,100 |
| 5,000 | Unitrin Inc. | 220,850 |
| 15,214 | Valley National Bancorp | 389,022 |
| 270,000 | Wachovia Corp. | 15,066,000 |
| 405,000 | Waddell & Reed Financial Inc., Cl. A | 10,023,750 |
| 32,000 | Washington Mutual Inc. | 1,391,040 |
| 3,500 | Webster Financial Corp. | 164,885 |
| 450,000 | Wells Fargo & Co. | 16,281,000 |
| 85,200 | Wilmington Trust Corp. | 3,795,660 |
| 167,000 | Zions Bancorporation | 13,328,270 |
| | | ----- |
| | | 334,949,562 |
| | | ----- |

FOOD AND BEVERAGE -- 4.2%

| | | |
|---------|----------------------------------|------------|
| 160,000 | Anheuser-Busch Companies Inc. .. | 7,601,600 |
| 50,000 | Campbell Soup Co. | 1,825,000 |
| 185,000 | ConAgra Foods Inc. | 4,528,800 |
| 300,000 | General Mills Inc. | 16,980,000 |
| 50,000 | Gold Kist Inc.+ | 1,042,000 |
| 210,000 | Groupe Danone | 29,478,450 |
| 140,000 | H.J. Heinz Co. | 5,870,200 |
| 1,000 | Kellogg Co. | 49,520 |
| 50,000 | Kraft Foods Inc., Cl. A | 1,783,000 |
| 339,450 | Parmalat SpA, GDR+ (a) | 1,216,894 |
| 20,000 | PepsiCo Inc. | 1,305,200 |
| 370,000 | Sara Lee Corp. | 5,945,900 |
| 300,000 | The Coca-Cola Co. | 13,404,000 |
| 100,000 | The Hershey Co. | 5,345,000 |
| 62,000 | Wm. Wrigley Jr. Co. | 2,855,720 |
| 3,000 | Wm. Wrigley Jr. Co., Cl. B | 138,000 |
| | | ----- |
| | | 99,369,284 |
| | | ----- |

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THE GABELLI DIVIDEND & INCOME TRUST
 SCHEDULE OF INVESTMENTS (CONTINUED)
 SEPTEMBER 30, 2006 (UNAUDITED)

| SHARES ----- | | MARKET VALUE* |
|-----------------|---|------------------|
| | | ----- |
| | COMMON STOCKS (CONTINUED) | |
| | HEALTH CARE -- 2.4% | |
| 120,000 | Bristol-Myers Squibb Co.\$ | 2,990,400 |
| 185,000 | Eli Lilly & Co. | 10,545,000 |
| 90,000 | IMS Health Inc. | 2,397,600 |
| 220,000 | Merck & Co. Inc. | 9,218,000 |
| 60,000 | Owens & Minor Inc. | 1,973,400 |
| 730,000 | Pfizer Inc. | 20,702,800 |
| 120,000 | Wyeth | 6,100,800 |
| 44,000 | Zimmer Holdings Inc.+ | 2,970,000 |
| | | ----- |
| | | 56,898,000 |
| | | ----- |
| | HOTELS AND GAMING -- 0.4% | |
| 40,000 | Aztar Corp.+ | 2,120,400 |
| 100,000 | Hilton Hotels Corp. | 2,785,000 |
| 705,882 | Ladbrokes plc | 5,141,234 |
| | | ----- |
| | | 10,046,634 |
| | | ----- |
| | MACHINERY -- 0.1% | |
| 150,000 | CNH Global NV | 3,481,500 |
| | | ----- |
| | MANUFACTURED HOUSING AND RECREATIONAL VEHICLES -- 0.0% | |
| 1,100 | Skyline Corp. | 42,031 |
| | | ----- |
| | METALS AND MINING -- 1.7% | |
| 44,000 | Alcoa Inc. | 1,233,760 |
| 10,000 | Alliance Holdings GP LP | 193,100 |
| 20,000 | Arch Coal Inc. | 578,200 |
| 8,000 | BHP Billiton Ltd., ADR | 303,040 |
| 1,300,000 | Excel Coal Ltd. | 9,204,467 |
| 3,000 | Fording Canadian Coal Trust | 79,590 |
| 120,000 | Freeport-McMoRan Copper & Gold Inc., Cl. B | 6,391,200 |
| 100,000 | Inco Ltd., New York | 7,627,000 |
| 159,500 | Inco Ltd., Toronto | 12,159,244 |
| 10,000 | Massey Energy Co. | 209,400 |
| 25,000 | Peabody Energy Corp. | 919,500 |
| 20,000 | Phelps Dodge Corp. | 1,694,000 |
| 1,000 | Rio Tinto plc, ADR | 189,630 |
| 3,000 | Westmoreland Coal Co.+ | 59,010 |
| | | ----- |
| | | 40,841,141 |
| | | ----- |
| | PAPER AND FOREST PRODUCTS -- 0.3% | |
| 200,000 | International Paper Co. | 6,926,000 |
| | | ----- |
| | PUBLISHING -- 0.3% | |
| 135,000 | Dow Jones & Co. Inc. | 4,527,900 |

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| | | |
|---------|---|------------|
| 300,000 | The Reader's Digest Association Inc. | 3,888,000 |
| | | ----- |
| | | 8,415,900 |
| | | ----- |
| | REAL ESTATE -- 0.5% | |
| 12,000 | Brookfield Asset Management Inc., Cl. A | 532,080 |
| 1,000 | Inmobiliaria Colonial SA | 77,541 |
| 30,000 | Reckson Associates Realty Corp. | 1,284,000 |
| 350,000 | Trizec Properties Inc. | 10,118,500 |
| | | ----- |
| | | 12,012,121 |
| | | ----- |
| | | MARKET |
| SHARES | | VALUE* |
| ----- | | ----- |
| | RETAIL -- 0.9% | |
| 153,000 | Ingles Markets Inc., Cl. A | 4,036,140 |
| 425,000 | Safeway Inc. | 12,898,750 |
| 22,000 | Saks Inc. | 380,160 |
| 136,300 | SUPERVALU Inc. | 4,041,295 |
| | | ----- |
| | | 21,356,345 |
| | | ----- |
| | SPECIALTY CHEMICALS -- 1.7% | |
| 5,000 | Arkema, ADR+ | 235,680 |
| 337,100 | Ashland Inc. | 21,500,238 |
| 140,000 | E.I. du Pont de Nemours & Co. | 5,997,600 |
| 230,000 | Ferro Corp. | 4,089,400 |
| 110,000 | Olin Corp. | 1,689,600 |
| 170,000 | The Dow Chemical Co. | 6,626,600 |
| 18,146 | Tronox Inc., Cl. B | 231,724 |
| | | ----- |
| | | 40,370,842 |
| | | ----- |
| | TELECOMMUNICATIONS -- 5.2% | |
| 580,000 | AT&T Inc. | 18,884,800 |
| 560,000 | BCE Inc. | 15,170,400 |
| 200,000 | BellSouth Corp. | 8,550,000 |
| 74,000 | BT Group plc, ADR | 3,742,180 |
| 2,000 | CenturyTel Inc. | 79,340 |
| 50,000 | Compania de Telecomunicaciones de Chile SA, ADR | 353,500 |
| 100,000 | Deutsche Telekom AG, ADR | 1,587,000 |
| 42,000 | Embarq Corp. | 2,031,540 |
| 55,000 | France Telecom SA, ADR | 1,282,050 |
| 210,000 | Hellenic Telecommunications Organization SA, ADR+ | 2,595,600 |
| 200,000 | Portugal Telecom SGPS SA | 2,498,066 |
| 90,000 | Qwest Communications International Inc.+ | 784,800 |
| 840,000 | Sprint Nextel Corp. | 14,406,000 |
| 15,000 | Telecom Corp. of New Zealand Ltd., ADR | 336,450 |
| 200,000 | Telecom Italia SpA, ADR | 5,666,000 |
| 26,000 | Telefonica SA, ADR | 1,347,060 |
| 260,000 | Telefonos de Mexico SA de CV, Cl. L, ADR | 6,650,800 |

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| | | |
|---------|---|-------------|
| 140,000 | Telstra Corp. Ltd., ADR | 1,926,400 |
| 68,000 | TELUS Corp., Non-Voting | 3,815,534 |
| 805,000 | Verizon Communications Inc. | 29,889,650 |
| 100,000 | Vodafone Group plc, ADR | 2,286,000 |
| | | ----- |
| | | 123,883,170 |
| | | ----- |
| | TRANSPORTATION -- 0.4% | |
| 4,000 | Frontline Ltd. | 154,040 |
| 216,000 | GATX Corp. | 8,935,920 |
| 24,000 | Golden Ocean Group Ltd.+ | 24,638 |
| 4,250 | Ship Finance International Ltd. | 84,575 |
| 30,000 | Teekay Shipping Corp. | 1,233,300 |
| | | ----- |
| | | 10,432,473 |
| | | ----- |

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THE GABELLI DIVIDEND & INCOME TRUST
SCHEDULE OF INVESTMENTS (CONTINUED)
SEPTEMBER 30, 2006 (UNAUDITED)

| SHARES | | MARKET VALUE* |
|---------|---|------------------|
| ----- | | ----- |
| | COMMON STOCKS (CONTINUED) | |
| | WIRELESS COMMUNICATIONS -- 0.3% | |
| 14,000 | Crown Castle International Corp.+\$ | 493,360 |
| 110,000 | United States Cellular Corp.+ .. | 6,567,000 |
| 3,000 | Vimpel-Communications, ADR+ | 181,770 |
| | | ----- |
| | | 7,242,130 |
| | | ----- |
| | TOTAL COMMON STOCKS | 1,883,427,678 |
| | | ----- |
| | CONVERTIBLE PREFERRED STOCKS -- 2.1% | |
| | AEROSPACE -- 0.1% | |
| 8,315 | Northrop Grumman Corp., 7.000% Cv. Pfd., Ser. B | 1,105,895 |
| | | ----- |
| | AUTOMOTIVE -- 0.0% | |
| 16,000 | General Motors Corp., 4.500% Cv. Pfd., Ser. A | 395,840 |
| | | ----- |
| | BROADCASTING -- 0.0% | |
| 20,460 | Emmis Communications Corp., 6.250% Cv. Pfd., Ser. A | 813,285 |
| | | ----- |
| | BUILDING AND CONSTRUCTION -- 0.0% | |
| 200 | Fleetwood Capital Trust, 6.000% Cv. Pfd. | 5,950 |
| | | ----- |
| | DIVERSIFIED INDUSTRIAL -- 0.3% | |
| 179,400 | Owens-Illinois Inc., 4.750% Cv. Pfd. | 6,287,970 |
| 80,000 | Smurfit-Stone Container Corp., 7.000% Cv. Pfd., Ser. A | 1,856,000 |

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| | | |
|---------|--|------------|
| | | ----- |
| | | 8,143,970 |
| | | ----- |
| | ENERGY AND UTILITIES -- 0.4% | |
| 5,000 | Chesapeake Energy Corp., 5.000% Cv. Pfd. (a) | 649,062 |
| 20,000 | CMS Energy Corp., 4.500% Cv. Pfd., Ser. B | 1,557,500 |
| 130,000 | El Paso Corp. Capital Trust I, 4.750% Cv. Pfd., Ser. C | 4,839,900 |
| 40,000 | Hanover Compressor Capital Trust, 7.250% Cv. Pfd. | 2,210,000 |
| | | ----- |
| | | 9,256,462 |
| | | ----- |
| | ENTERTAINMENT -- 0.1% | |
| 120,000 | Six Flags Inc., 7.250% Cv. Pfd., Ser. B | 2,556,000 |
| | | ----- |
| | FINANCIAL SERVICES -- 0.7% | |
| 2,000 | Doral Financial Corp., 4.750% Cv. Pfd. | 268,000 |
| 210,000 | National Australia Bank Ltd., 7.875% Cv. Pfd. | 9,242,100 |
| 137,000 | Newell Financial Trust I, 5.250% Cv. Pfd. | 6,267,750 |
| | | ----- |
| | | 15,777,850 |
| | | ----- |
| | | MARKET |
| SHARES | | VALUE* |
| ----- | | ----- |
| | HEALTH CARE -- 0.0% | |
| 10,000 | Omnicare Inc., 4.000% Cv. Pfd., Ser. B\$ | 583,750 |
| | | ----- |
| | REAL ESTATE INVESTMENT TRUSTS -- 0.0% | |
| 2,100 | Equity Office Properties Trust, 5.250% Cv. Pfd., Ser. B | 121,464 |
| | | ----- |
| | TELECOMMUNICATIONS -- 0.4% | |
| 50,000 | Cincinnati Bell Inc., 6.750% Cv. Pfd., Ser. B | 2,200,000 |
| 121,000 | Crown Castle International Corp., 6.250% Cv. Pfd. | 6,957,500 |
| | | ----- |
| | | 9,157,500 |
| | | ----- |
| | TRANSPORTATION -- 0.1% | |
| 1,500 | GATX Corp., \$2.50 Cv. Pfd. | 294,938 |
| 982 | Kansas City Southern, 4.250% Cv. Pfd. | 919,246 |
| | | ----- |
| | | 1,214,184 |
| | | ----- |
| | TOTAL CONVERTIBLE PREFERRED STOCKS | 49,132,150 |
| | | ----- |

PRINCIPAL

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| AMOUNT | | |
|--------------|---|------------|
| ----- | | |
| | CONVERTIBLE CORPORATE BONDS -- 1.7% | |
| | AEROSPACE -- 0.1% | |
| \$ 1,000,000 | GenCorp Inc., Sub. Deb. Cv., | |
| | 5.750%, 04/15/07 | 1,025,000 |
| | | ----- |
| | AUTOMOTIVE: PARTS AND ACCESSORIES -- 0.0% | |
| 500,000 | Standard Motor Products Inc., | |
| | Sub. Deb. Cv., | |
| | 6.750%, 07/15/09 | 475,000 |
| | | ----- |
| | BROADCASTING -- 0.5% | |
| 100,000 | Lin Television Corp., | |
| | Sub. Deb. Cv., | |
| | 2.500%, 05/15/33 | 92,750 |
| 13,240,000 | Sinclair Broadcast Group Inc., | |
| | Sub. Deb. Cv., | |
| | 6.000%, 09/15/12 | 11,833,250 |
| | | ----- |
| | | 11,926,000 |
| | | ----- |
| | BUSINESS SERVICES -- 0.0% | |
| 910,000 | Trans-Lux Corp., | |
| | Sub. Deb. Cv., | |
| | 8.250%, 03/01/12 | 823,550 |
| | | ----- |
| | COMMUNICATIONS EQUIPMENT -- 0.5% | |
| 10,000,000 | Agere Systems Inc., | |
| | Sub. Deb. Cv., | |
| | 6.500%, 12/15/09 | 10,075,000 |
| 2,000,000 | TriQuint Semiconductor Inc., | |
| | Sub. Deb. Cv., | |
| | 4.000%, 03/01/07 | 1,992,500 |
| | | ----- |
| | | 12,067,500 |
| | | ----- |

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THE GABELLI DIVIDEND & INCOME TRUST
SCHEDULE OF INVESTMENTS (CONTINUED)
SEPTEMBER 30, 2006 (UNAUDITED)

| PRINCIPAL | | MARKET |
|--------------|---|--------------|
| AMOUNT | | VALUE* |
| ----- | | ----- |
| | CONVERTIBLE CORPORATE BONDS (CONTINUED) | |
| | ENTERTAINMENT -- 0.1% | |
| \$ 1,500,000 | The Walt Disney Co., Cv., | |
| | 2.125%, 04/15/23 | \$ 1,695,000 |
| | | ----- |
| | FINANCIAL SERVICES -- 0.0% | |
| 250,000 | AON Corp., Deb. Cv., | |
| | 3.500%, 11/15/12 | 398,750 |
| | | ----- |
| | METALS AND MINING -- 0.0% | |
| 400,000 | Inco Ltd., Cv., | |
| | Zero Coupon, 03/29/21 | 812,000 |
| | | ----- |

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| | | |
|---------------|-------------------------------------|-----------------|
| | REAL ESTATE -- 0.0% | |
| | Palm Harbor Homes Inc., Cv., | |
| 100,000 | 3.250%, 05/15/24 | 84,250 |
| 1,000,000 | 3.250%, 05/15/24 (a) | 842,500 |
| | | ----- |
| | | 926,750 |
| | | ----- |
| | TELECOMMUNICATIONS -- 0.3% | |
| 6,000,000 | Nortel Networks Corp., Cv., | |
| | 4.250%, 09/01/08 | 5,760,000 |
| | | ----- |
| | TRANSPORTATION -- 0.2% | |
| 3,000,000 | GATX Corp., Cv., | |
| | 7.500%, 02/01/07 | 3,675,000 |
| | | ----- |
| | TOTAL CONVERTIBLE | |
| | CORPORATE BONDS | 39,584,550 |
| | | ----- |
| | SHARES | |
| | ----- | |
| | WARRANTS -- 0.0% | |
| | FOOD AND BEVERAGE -- 0.0% | |
| 650 | Parmalat SpA, GDR, | |
| | expire 12/31/15+ (a) (b) | 0 |
| | | ----- |
| | PRINCIPAL | |
| | AMOUNT | |
| | ----- | |
| | SHORT-TERM OBLIGATIONS -- 17.3% | |
| | REPURCHASE AGREEMENTS -- 13.0% | |
| \$160,000,000 | ABN Amro, 4.850%, dated 9/29/06, | |
| | due 10/02/06, proceeds at | |
| | maturity, \$160,064,667 (c) | 160,000,000 |
| 150,000,000 | Barclays Capital Inc., | |
| | 4.950%, dated 9/29/06, | |
| | due 10/02/06, proceeds | |
| | at maturity, | |
| | \$150,061,875 (d) | 150,000,000 |
| | | ----- |
| | | 310,000,000 |
| | | ----- |
| | U.S. TREASURY BILLS -- 4.3% | |
| 105,131,000 | U.S. Treasury Bills, | |
| | 4.772% to 5.219%+, | |
| | 10/12/06 to 03/08/07 | 103,369,233 |
| | | ----- |
| | TOTAL SHORT-TERM | |
| | OBLIGATIONS | 413,369,233 |
| | | ----- |
| | TOTAL INVESTMENTS -- 100.0% | |
| | (Cost \$2,092,132,589) | \$2,385,513,611 |
| | | ===== |
| | ----- | |
| | Aggregate book cost | \$2,092,132,589 |
| | | ===== |
| | Gross unrealized appreciation | \$ 312,599,105 |
| | Gross unrealized depreciation | (19,218,083) |
| | | ----- |
| | Net unrealized appreciation | |

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(depreciation)\$ 293,381,022
=====

INTEREST RATE SWAP

| NOTIONAL AMOUNT | FIXED RATE PAID | FLOATING RATE RECEIVED+++ (RATE RESET MONTHLY) | TERMINATION DATE | UNREALIZED APPRECIATION |
|--------------------|-----------------|--|---------------------|----------------------------|
| ----- | ----- | ----- | ----- | ----- |
| \$100,000,000 | 4.01% | 5.33000% | June 2, 2010 | \$3,247,591 |

- (a) Security exempt from registration under Rule 144A of the Securities Act of 1933, as amended. These securities may be resold in transactions exempt from registration, normally to qualified institutional buyers. At September 30, 2006, the market value of Rule 144A securities amounted to \$2,708,456 or 0.11% of total investments. Except as noted in (b), these securities are liquid.
- (b) At September 30, 2006, the Fund held an investment in a restricted and illiquid security amounting to \$0 or 0.00% of total investments, which was valued under methods approved by the Board, as follows:

| ACQUISITION SHARES | ISSUER | ACQUISITION DATE | ACQUISITION COST | 09/30/06 CARRYING VALUE PER UNIT |
|-----------------------|--|---------------------|---------------------|--|
| ----- | ----- | ----- | ----- | ----- |
| 650 | Parmalat SpA, GDR warrants expire 12/31/15 | 11/09/05 | \$0.00 | \$0.0000 |

- (c) Collateralized by \$123,270,000 U.S. Treasury Bond, 7.875%, due 02/15/21, market value \$163,200,000.
- (d) Collateralized by \$114,975,000 U.S. Treasury Bond, 8.125%, due 08/15/19, market value \$153,000,000.

+ Non-income producing security.

++ Represents annualized yield at date of purchase.

+++ Based on Libor (London Interbank Offered Rate).

ADR American Depository Receipt

GDR Global Depository Receipt

* Portfolio securities are valued at the last quoted sale price or closing values. If these are unavailable, then the average of the closing bid and asked prices is used. If there is no asked price, the security is valued at the closing bid price on that day. Debt instruments are valued at the average of the closing bid and asked prices. If the security matures in 60 days or less and is not credit impaired, it is valued at amortized cost. All securities and assets for which market quotations are not readily available or any security that the Board determines does not reflect its fair market value are valued in good faith under procedures established by the Board.

| | % OF MARKET VALUE | MARKET VALUE |
|----------------------------|-------------------------|-----------------|
| ----- | ----- | ----- |
| GEOGRAPHIC DIVERSIFICATION | | |
| North America | 85.6% | \$2,042,079,004 |
| Europe | 9.8 | 233,832,000 |
| Latin America | 1.9 | 46,156,803 |
| Japan | 1.5 | 34,923,259 |
| Asia/Pacific | 1.2 | 28,522,545 |
| ----- | ----- | ----- |
| Total Investments | 100.0% | \$2,385,513,611 |
| ===== | ===== | ===== |

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ITEM 2. CONTROLS AND PROCEDURES.

- (a) The registrant's principal executive and principal financial officers, or persons performing similar functions, have concluded that the registrant's disclosure controls and procedures (as defined in Rule 30a-3(c) under the Investment Company Act of 1940, as amended (the "1940 Act") (17 CFR 270.30a-3(c))) are effective, as of a date within 90 days of the filing date of the report that includes the disclosure required by this paragraph, based on their evaluation of these controls and procedures required by Rule 30a-3(b) under the 1940 Act (17 CFR 270.30a-3(b)) and Rules 13a-15(b) or 15d-15(b) under the Securities Exchange Act of 1934, as amended (17 CFR 240.13a-15(b) or 240.15d-15(b)).
- (b) There were no changes in the registrant's internal control over financial reporting (as defined in Rule 30a-3(d) under the 1940 Act (17 CFR 270.30a-3(d)) 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.

Certifications pursuant to Rule 30a-2(a) under the 1940 Act and Section 302 of the Sarbanes-Oxley Act of 2002 are attached hereto.

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) The Gabelli Dividend & Income Trust

By (Signature and Title)* /s/ Bruce N. Alpert

Bruce N. Alpert, Principal Executive Officer

Date 11/03/06

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/ Bruce N. Alpert

Bruce N. Alpert, Principal Executive Officer

Date 11/03/06

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By (Signature and Title)* /s/ Agnes Mullady

Agnes Mullady,
Principal Financial Officer & Treasurer

Date 11/03/06

* Print the name and title of each signing officer under his or her signature.