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CLAYMORE DIVIDEND & INCOME FUND

Form N-Q

March 23, 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 811-21455

Claymore Dividend & Income Fund

(Exact name of registrant as specified in charter)

2455 Corporate West Drive, Lisle, IL 60532

(Address of principal executive offices)

(Zip code)

J. Thomas Futrell

2455 Corporate West Drive, Lisle, IL 60532

(Name and address of agent for service)

Registrant's telephone number, including area code: (630) 505-3700

Date of fiscal year end: October 31

Date of reporting period: January 31, 2010

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, 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. ss. 3507.

ITEM 1. SCHEDULE OF INVESTMENTS.
Attached hereto.

DCS|CLAYMORE DIVIDEND & INCOME FUND

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PORTFOLIO OF INVESTMENTS
JANUARY 31, 2010 (UNAUDITED)

NUMBER OF SHARES

	TOTAL LONG-TERM INVESTMENTS - 137.6%
	COMMON STOCKS - 110.1%
	CONSUMER DISCRETIONARY - 8.6%
4,180	Fortune Brands, Inc.
4,519	Genuine Parts Co.
52,719	Home Depot, Inc. (e)
3,964	JC Penney Co., Inc.
10,461	Johnson Controls, Inc. (e)
4,791	Leggett & Platt, Inc.
10,255	Limited Brands, Inc.
10,385	Mattel, Inc.
37,318	McDonald's Corp. (e)
9,404	McGraw-Hill Cos., Inc. (The) (e)
3,829	Nordstrom, Inc.
11,726	Pearson PLC, ADR (United Kingdom)
18,667	Thomson Reuters Corp. (Canada) (e)
3,437	VF Corp. (e)
1,318	Whirlpool Corp.
	CONSUMER STAPLES - 19.6%
57,392	Altria Group, Inc. (e)
6,993	Avon Products, Inc. (e)
8,390	Campbell Soup Co.
65,908	Coca-Cola Co. (The) (e)
17,578	Diageo PLC, ADR (United Kingdom) (e)
7,229	General Mills, Inc. (e)
6,772	Hershey Co. (The) (e)
8,667	HJ Heinz Co. (e)
2,179	JM Smucker Co. (The)
9,088	Kellogg Co. (e)
11,885	Kimberly-Clark Corp. (e)
23,748	Kraft Foods, Inc. - Class A (e)
2,654	Lorillard, Inc.
2,895	McCormick & Co., Inc.
51,018	PepsiCo, Inc. (e)
32,424	Philip Morris International, Inc. (e)
23,837	Sara Lee Corp. (e)
18,030	Sysco Corp. (e)
	ENERGY - 23.4%
62,502	BP PLC, ADR (United Kingdom) (e)
12,588	Cenovus Energy, Inc. (Canada) (e)
46,078	Chevron Corp. (e)
39,626	ConocoPhillips (e)
12,588	EnCana Corp. (Canada) (e)
11,634	Marathon Oil Corp. (e)
27,241	Repsol YPF SA, ADR (Spain) (e)
54,410	Royal Dutch Shell PLC, ADR (United Kingdom) (e)
10,873	Sasol Ltd., ADR (South Africa) (e)
2,015	Sunoco, Inc.

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10,192 Tenaris SA, ADR (Luxembourg) (e)
 55,767 Total SA, ADR (France) (e)
 25,496 Williams Cos., Inc. (The) (e)

FINANCIALS - 0.9%

3,047 Federated Investors, Inc. - Class B
 6,394 Invesco Ltd. (Bermuda)
 12,948 Marsh & McLennan Cos., Inc. (e)
 3,939 Plum Creek Timber Co., Inc. - REIT
 1,861 Waddell & Reed Financial, Inc. - Class A

HEALTH CARE - 23.3%

34,490 Abbott Laboratories (e)
 45,511 AstraZeneca PLC, ADR (United Kingdom) (e)
 2,630 Biovail Corp. (Canada)
 55,760 Bristol-Myers Squibb Co. (e)
 32,221 Eli Lilly & Co. (e)
 69,830 GlaxoSmithKline PLC, ADR (United Kingdom) (e)
 50,358 Johnson & Johnson (e)
 63,144 Merck & Co., Inc. (e)
 167,820 Pfizer, Inc. (e)

INDUSTRIALS - 13.1%

21,170 3M Co. (e)
 2,765 Avery Dennison Corp.
 10,179 Caterpillar, Inc. (e)
 5,551 Cooper Industries PLC (Ireland)
 2,997 Dover Corp.
 4,604 Eaton Corp. (e)
 23,547 Emerson Electric Co. (e)
 2,995 Empresa Brasileira de Aeronautica SA, ADR (Brazil)
 1,320 Harsco Corp.
 12,015 Honeywell International, Inc. (e)
 1,434 Hubbell, Inc. - Class B
 15,128 Illinois Tool Works, Inc. (e)
 5,120 Ingersoll-Rand PLC (Ireland)
 13,653 Koninklijke Philips Electronics NV (Netherlands) (e)
 11,825 Masco Corp.
 5,863 Norfolk Southern Corp. (e)
 5,463 Northrop Grumman Corp. (e)
 2,227 Pentair, Inc.
 6,779 Pitney Bowes, Inc.
 2,443 Rockwell Automation, Inc.
 5,835 RR Donnelley & Sons Co.
 1,386 Snap-On, Inc.
 2,400 Stanley Works (The)
 6,788 Tyco International Ltd. (Switzerland)
 31,055 United Parcel Service, Inc. - Class B (e)
 27,801 Waste Management, Inc. (e)

INFORMATION TECHNOLOGY - 8.6%

8,419 Analog Devices, Inc. (e)
 14,211 AU Optronics Corp., ADR (Taiwan)
 15,147 Automatic Data Processing, Inc. (e)

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167,794	Intel Corp. (e)
6,542	Linear Technology Corp.
4,629	Maxim Integrated Products, Inc.
5,373	Microchip Technology, Inc.
10,788	Paychex, Inc. (e)
147,115	Taiwan Semiconductor Manufacturing Co. Ltd., ADR (Taiwan) (e)
7,242	Tyco Electronics Ltd. (Switzerland) (e)

MATERIALS - 9.6%

2,757	Bemis Co., Inc.
40,838	BHP Billiton Ltd., ADR (Australia) (e)
12,895	Cia Siderurgica Nacional SA, ADR (Brazil) (e)
7,228	CRH PLC, ADR (Ireland) (e)
30,242	Dow Chemical Co. (The) (e)
2,212	Eastman Chemical Co.
27,670	EI Du Pont de Nemours & Co. (e)
683	Greif, Inc. - Class A
1,934	International Flavors & Fragrances, Inc.
1,934	Lubrizol Corp.
5,463	Nucor Corp. (e)
5,144	PPG Industries, Inc. (e)
5,722	Rio Tinto PLC, ADR (United Kingdom) (e)
1,934	RPM International, Inc.
3,059	Sonoco Products Co.
2,793	Steel Dynamics, Inc.

TELECOMMUNICATION SERVICES - 1.8%

5,595	Brasil Telecom SA, ADR (Brazil) (a)
1,524	Cellcom Israel Ltd. (Israel)
1,648	CenturyTel, Inc.
12,827	Chunghwa Telecom Co. Ltd., ADR (Taiwan)
28,269	Hellenic Telecommunications Organization SA, ADR (Greece)
6,255	Magyar Telekom Telecommunications PLC, ADR (Hungary)
4,378	Partner Communications Co. Ltd., ADR (Israel)
3,098	Philippine Long Distance Telephone Co., ADR (Philippines)
11,443	Telecom Corp. of New Zealand Ltd., ADR (New Zealand)
14,812	Telefonos de Mexico SAB de CV, ADR (Mexico)

UTILITIES - 1.2%

3,344	Cia de Saneamento Basico do Estado de Sao Paulo, ADR (Brazil)
1,827	DPL, Inc.
5,780	Cia Energetica de Minas Gerais, ADR (Brazil)
4,828	MDU Resources Group, Inc.
2,406	National Fuel Gas Co.
15,174	Public Service Enterprise Group, Inc. (e)
795	WGL Holdings, Inc.

TOTAL COMMON STOCKS - 110.1%
(Cost \$72,696,824)

PREFERRED STOCKS - 1.5%

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FINANCIALS - 1.5%
209,754 Scottish Re Group Ltd., 7.250% (Cayman Islands) (c)
(Cost \$5,418,975)

CONVERTIBLE PREFERRED STOCKS - 1.4%
FINANCIALS - 1.4%
342 Fannie Mae, 5.375%
(Cost \$33,154,000)

PRINCIPAL AMOUNT		OPTIONAL CALL PROVISIONS
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	CORPORATE BONDS - 24.1%	
	CONSUMER DISCRETIONARY - 4.9%	
\$ 400,000	British Sky Broadcasting Group PLC, BBB+, 9.500%, 11/15/18 (United Kingdom) (b)	N/A
394,000	Comcast Corp., BBB+, 6.550%, 7/1/39	N/A
410,000	Fortune Brands, Inc., BBB-, 6.625%, 7/15/28	N/A
394,000	Home Depot, Inc., BBB+, 5.875%, 12/16/36	N/A
404,000	International Game Technology, BBB, 7.500%, 6/15/19	N/A
399,000	Kohl's Corp., BBB+, 6.875%, 12/15/37	N/A
401,000	Pinnacle Entertainment, Inc., B, 7.500%, 6/15/15	6/15/11 @ 103.75
265,000	Time Warner, Inc., BBB, 7.700%, 5/1/32	N/A
397,000	Walt Disney Co. (The), A, 7.000%, 3/1/32	N/A
	ENERGY - 1.3%	
405,000	Anadarko Petroleum Corp., BBB-, 8.700%, 3/15/19	N/A
411,000	Weatherford International Ltd., BBB+, 9.625%, 3/1/19 (Switzerland)	N/A
	FINANCIALS - 9.7%	
137,000	American Express Co., BB, 6.800%, 9/1/66 (c)	9/1/16 @ 100.00
399,000	American Express Co., BBB+, 8.125%, 5/20/19	N/A
398,000	American International Group, Inc., A-, 5.375%, 10/18/11	N/A
301,000	AvalonBay Communities, Inc., BBB+, 6.100%, 3/15/20	N/A
198,000	Bank of America Corp., BB, 8.000%, 12/31/49 (c)	1/30/18 @ 100.00
301,000	Boston Properties LP, A-, 5.875%, 10/15/19	N/A
301,000	Camden Property Trust, BBB, 5.700%, 5/15/17	N/A
260,000	Caterpillar Financial Services Corp., A, 7.150%, 2/15/19	N/A
401,000	Citigroup, Inc., A, 8.500%, 5/22/19	N/A
199,000	General Electric Capital Corp., A+, 6.375%, 11/15/67 (c)	11/15/17 @ 100.00
397,000	General Electric Capital Corp., AA+, 6.750%, 3/15/32	N/A
200,000	Goldman Sachs Capital II, BBB, 5.793%, 12/29/49 (c)	6/1/12 @ 100.00
404,000	Goldman Sachs Group, Inc. (The), A-, 6.750%, 10/1/2037	N/A
301,000	HCP, Inc., BBB, 6.700%, 1/30/18	N/A
269,000	Hughes Network Systems LLC/HNS Finance Corp., B, 9.500%, 4/15/14	4/15/10 @ 104.75
202,000	JPMorgan Chase & Co., BBB+, 7.900%, 4/29/49 (c)	4/30/18 @ 100.00
396,000	JPMorgan Chase & Co., A+, 6.300%, 4/23/19	N/A
405,000	Manufacturers & Traders Trust Co., A-, 6.625%, 12/4/17	N/A

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400,000	Merrill Lynch & Co., Inc., A-, 6.110%, 1/29/37	N/A
400,000	Morgan Stanley, A, 5.550%, 4/27/17	N/A
405,000	PNC Bank NA, A, 5.250%, 1/15/17	N/A
298,000	Simon Property Group LP, A-, 10.350%, 4/1/19	N/A
202,000	Wells Fargo & Co., A-, 7.980%, 3/15/49 (c)	3/15/18 @ 100.00

HEALTH CARE - 2.2%

399,000	Aetna, Inc., A-, 6.750%, 12/15/37	N/A
404,000	Inverness Medical Innovations, Inc., B-, 9.000%, 5/15/16	5/15/13 @ 104.50
399,000	UnitedHealth Group, Inc., A-, 6.500%, 6/15/37	N/A
397,000	WellPoint, Inc., A-, 5.950%, 12/15/34	N/A

INDUSTRIALS - 3.3%

399,000	CSX Corp., BBB-, 6.000%, 10/1/36	N/A
400,000	Delta Air Lines, Inc., BB-, 9.500%, 9/15/14 (b)	9/15/11 @ 107.125
408,000	FedEx Corp., BBB, 8.000%, 1/15/19	N/A
407,000	Southwest Airlines Co., BBB, 5.125%, 3/1/17	N/A
274,000	Textron, Inc., BBB-, 7.250%, 10/1/19	N/A
405,000	Waste Management, Inc., BBB, 7.375%, 3/11/19	N/A

INFORMATION TECHNOLOGY - 0.7%

262,000	Corning, Inc., BBB+, 6.625%, 5/15/19	N/A
264,000	Oracle Corp., A, 6.125%, 7/8/39	N/A

MATERIALS - 1.0%

275,000	Alcoa, Inc., BBB-, 6.750%, 7/15/18	N/A
411,000	International Paper Co., BBB, 7.500%, 8/15/21	N/A

UTILITIES - 1.0%

401,000	Exelon Generation Co. LLC, BBB, 6.200%, 10/1/17	N/A
264,000	Southwestern Electric Power Co., BBB, 6.450%, 1/15/19	N/A

TOTAL CORPORATE BONDS - 24.1%

(Cost \$17,340,837)

NUMBER OF SHARES

	LIMITED PARTNERSHIP - 0.2%	
	REAL ESTATE - 0.2%	
400,000	Kodiak Funding, LP (d)	
	(Cost \$3,518,000)	

INCOME TRUSTS - 0.3%

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ENERGY - 0.3%
2,791 Enerplus Resources Fund (Canada)
7,845 Penn West Energy Trust (Canada)

(Cost \$155,657)

TOTAL LONG-TERM INVESTMENTS - 137.6%

(Cost \$132,284,293)

SHORT-TERM INVESTMENTS - 8.1%
6,253,037 Dreyfus Money Market Bond Fund
(Cost \$6,253,037)

TOTAL INVESTMENTS - 145.7%

(Cost \$138,537,330)

Cash - 13.0% (f)

Liabilities in excess of other Assets - (2.9%)

Preferred Shares, at Liquidation Value - (-38.9% of
Net Assets Applicable to Common Shares or -26.7% of
Total Investments)

Borrowings - (16.9%)

NET ASSETS APPLICABLE TO COMMON SHARES - 100.0%

ADR - American Depositary Receipt
LLC - Limited Liability Company
LP - Limited Partnership
NV - Publicly Limited Liability Corporation
PLC - Public Limited Company
REIT - Real Estate Investment Trust
SA - Corporation
SAB de CV - Variable Capital Company

- (a) Non-income producing security.
- (b) Securities are exempt from registration under Rule 144A of the Securities Act of 1933. These securities may be resold in transactions exempt from registration, normally to qualified institutional buyers. At January 31, 2010, these securities amounted to 1.2% of net assets applicable to Common shares.
- (c) Floating or variable rate security.
- (d) Security is valued in accordance with Fair Valuation procedures established in good faith by the Board of Trustees. The total market value of such securities is \$184,000 which represents 0.2% of Net Assets Applicable to Common Shares.
- (e) All or a portion of these securities were segregated as collateral for the borrowings. As of January 31, 2010, the total amount segregated was \$77,461,895.
- (f) This \$10 million has been physically segregated in connection with the redemption of \$10 million of Series F-7 preferred shares on February 1, 2010.

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Ratings (unaudited) shown are per Standard & Poor's; securities classified NR are not rated by Standard & Poor's.

All percentages shown in the Portfolio of Investments are based on Net Assets Applicable to Common Shares unless otherwise noted.

See previously submitted notes to financial statements for the period ended October 31, 2009.

Country Breakdown*	% of Total Investments

United States	73.1%
United Kingdom	12.8%
France	2.9%
Australia	2.5%
Taiwan	1.7%
Canada	1.4%
Cayman Islands	1.0%
China	0.8%
Brazil	0.7%
Spain	0.6%
Ireland	0.5%
Luxembourg	0.4%
Netherlands	0.4%
South Africa	0.3%
Mexico	0.2%
Greece	0.2%
Philippines	0.1%
Israel	0.1%
Bermuda	0.1%
Hungary	0.1%
New Zealand	0.1%

* Subject to change daily.

At January 31, 2010, the cost and related gross unrealized appreciation and depreciation on investments for tax purposes are as follows:

Cost of Investments for Tax Purposes	Gross Tax Unrealized Appreciation	Gross Tax Unrealized Depreciation

\$ 138,581,731	\$ 13,301,851	\$ (39,659,931)

The Fund adopted the Financial Accounting Standards Board ("FASB") Accounting Standards Codification ("ASC") 820, Fair Value Measurements and Disclosures ("ASC820") (formerly known as the Statement of Financial Accounting Standard ("FAS") No. 157). In accordance with ASC820, fair value is defined as the price that the Fund would receive to sell an investment or pay to transfer a liability in an orderly transaction with an independent buyer in the principal market, or

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in the absence of a principal market the most advantageous market for the investment or liability. ASC820 establishes three different categories for valuations. Level 1 valuations are those based upon quoted prices in active markets. Level 2 valuations are those based upon quoted prices in inactive markets or based upon significant observable inputs (e.g. yield curves; benchmark interest rates; indices). Level 3 valuations are those based upon unobservable inputs (e.g. discounted cash flow analysis; non-market based methods used to determine fair valuation). The following table represents the Fund's investments carried on the Statement of Assets and Liabilities by caption and by level within the fair value hierarchy as of January 31, 2010.

Description (value in \$000s)	LEVEL 1	LEVEL 2	LEVEL 3

Assets:			
Common stocks	\$ 84,843	\$ -	\$ -
Preferred Stocks	1,112	-	-
Convertible Preferred Stocks	1,094	-	-
Corporate Bonds	-	18,550	-
Income Trusts	188	-	-
Limited Partnerships	-	-	-
Money Market Fund	6,253	-	-

Total	\$ 93,490	\$ 18,550	\$ -
=====			
Liabilities:	-	-	-

Total	\$ -	\$ -	\$ -
=====			

For fair valuations using unobservable inputs, FAS 157 requires a reconciliation of the beginning to ending balances for reported market values that presents changes attributable to total realized and unrealized gains or losses, purchases and sales, and transfers in/out of the Level 3 category during the period. The following table presents the reconciliation of the Fund's investments measured at fair value using significant unobservable inputs (Level 3 valuations) for the period ended January 31, 2010

LEVEL 3 HOLDINGS	SECURITIES	DERIVATIVES	TO

Beginning Balance at 10/31/09	\$ 184	\$ -	
Total Realized Gain/Loss	-	-	
Change in Unrealized Gain/Loss	-	-	
Net Purchases and Sales	-	-	
Net Transfers In/Out	-	-	

Ending Balance at 1/31/10	\$ 184	\$ -	
=====			

ITEM 2. CONTROLS AND PROCEDURES.

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- (a) The registrant's principal executive officer and principal financial officer have evaluated the registrant's disclosure controls and procedures (as defined in Rule 30a-3(c) under the Investment Company Act of 1940, as amended) as of a date within 90 days of the filing date of this report and have concluded, based on such evaluation, that the registrant's disclosure controls and procedures were effective, as of that date, in ensuring that information required to be disclosed by the registrant on this Form N-Q was recorded, processed, summarized and reported within the time periods specified in the Securities and Exchange Commission's rules and forms.
- (b) There was no change in the registrant's internal control over financial reporting (as defined in Rule 30a-3(d) under the Investment Company Act of 1940, as amended) 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.

Separate certifications for each principal executive officer and principal financial officer of the registrant as required by Rule 30a-2(a) under the Investment Company Act of 1940, as amended (17 CFR 270.30a-2(a)) 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.

Claymore Dividend & Income Fund

By: /s/ J. Thomas Futrell

J. Thomas Futrell
Chief Executive Officer

Date: March 23, 2010

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: /s/ J. Thomas Futrell

J. Thomas Futrell
Chief Executive Officer

Date: March 23, 2010

By: /s/ Steven M. Hill

Steven M. Hill

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Treasurer and Chief Financial Officer

Date: March 23, 2010
