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CLAYMORE DIVIDEND & INCOME FUND  
Form N-Q  
September 28, 2009

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: July 31, 2009

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  
 JULY 31, 2009 (UNAUDITED)

### NUMBER OF SHARES

TOTAL LONG-TERM INVESTMENTS - 147.1%		
COMMON STOCKS - 119.5%		
CONSUMER DISCRETIONARY - 12.4%		
13,135	Fortune Brands, Inc.	\$
14,494	Genuine Parts Co.	
154,917	Home Depot, Inc.	
11,955	JC Penney Co., Inc.	
29,750	Johnson Controls, Inc.	
14,781	Leggett & Platt, Inc.	
31,634	Limited Brands, Inc.	
30,435	Mattel, Inc.	
100,441	McDonald's Corp.	
27,212	McGraw-Hill Cos., Inc. (The)	
11,288	Nordstrom, Inc.	
6,438	Pearson PLC, ADR (United Kingdom)	
4,260	Snap-On, Inc.	
7,433	Stanley Works (The)	
10,535	Thomson Reuters Corp. (Canada)	
10,091	VF Corp.	
3,730	Whirlpool Corp.	
CONSUMER STAPLES - 26.1%		
172,816	Altria Group, Inc.	
20,640	Avon Products, Inc.	
25,342	Campbell Soup Co.	
118,061	Coca-Cola Co. (The)	
9,612	Diageo PLC, ADR (United Kingdom)	
21,219	General Mills, Inc.	
20,511	Hershey Co. (The)	
25,618	HJ Heinz Co.	
6,006	JM Smucker Co. (The)	
26,188	Kellogg Co.	
38,014	Kimberly-Clark Corp.	
70,555	Kraft Foods, Inc. - Class A	
7,703	Lorillard, Inc.	
8,257	McCormick & Co., Inc.	
107,529	PepsiCo, Inc.	
95,489	Philip Morris International, Inc.	
59,686	Sara Lee Corp.	
53,973	Sysco Corp.	
ENERGY - 15.4%		
36,317	BP PLC, ADR (United Kingdom)	
85,941	Chevron Corp.	
120,680	ConocoPhillips	
7,483	EnCana Corp. (Canada)	
1,718	Enerplus Resources Fund (Canada)	
35,880	Marathon Oil Corp.	
4,605	Penn West Energy Trust (Canada)	
16,044	Repsol YPF SA, ADR (Spain)	

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31,758 Royal Dutch Shell PLC, ADR (United Kingdom)  
 6,600 Sasol Ltd., ADR (South Africa)  
 6,387 Sunoco, Inc.  
 5,995 Tenaris SA, ADR (Luxembourg)  
 29,942 Total SA, ADR (France)  
 29,906 Williams Cos., Inc. (The)

FINANCIALS - 1.5%

9,480 Federated Investors, Inc. - Class B  
 3,766 Invesco Ltd. (Bermuda)  
 39,990 Marsh & McLennan Cos., Inc.  
 12,065 Plum Creek Timber Co., Inc. - REIT  
 5,368 Waddell & Reed Financial, Inc. - Class A  
 2,090,015 Washington Mutual, Inc. (a)

HEALTH CARE - 25.1%

102,358 Abbott Laboratories  
 22,991 AstraZeneca PLC, ADR (United Kingdom)  
 1,431 Biovail Corp. (Canada)  
 160,667 Bristol-Myers Squibb Co.  
 92,456 Eli Lilly & Co.  
 38,667 GlaxoSmithKline PLC, ADR (United Kingdom)  
 104,343 Johnson & Johnson  
 182,717 Merck & Co., Inc.  
 385,188 Pfizer, Inc.

INDUSTRIALS - 18.4%

63,457 3M Co.  
 9,365 Avery Dennison Corp.  
 32,008 Caterpillar, Inc.  
 3,035 Cooper Industries Ltd. - Class A (Bermuda)  
 9,487 Dover Corp.  
 14,445 Eaton Corp.  
 72,991 Emerson Electric Co.  
 1,765 Empresa Brasileira de Aeronautica SA, ADR (Brazil) (a)  
 4,193 Harsco Corp.  
 37,723 Honeywell International, Inc.  
 4,301 Hubbell, Inc. - Class B  
 48,008 Illinois Tool Works, Inc.  
 3,079 Ingersoll-Rand PLC (Ireland)  
 7,593 Koninklijke Philips Electronics NV (Netherlands)  
 34,417 Masco Corp.  
 18,768 Norfolk Southern Corp.  
 15,972 Northrop Grumman Corp.  
 6,898 Pentair, Inc.  
 19,380 Pitney Bowes, Inc.  
 7,147 Rockwell Automation, Inc.  
 21,640 RR Donnelley & Sons Co.  
 3,790 Tyco International Ltd. (Switzerland)  
 95,216 United Parcel Service, Inc. - Class B  
 43,594 Waste Management, Inc.

INFORMATION TECHNOLOGY - 10.1%

26,709 Analog Devices, Inc.

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8,362 AU Optronics Corp., ADR (Taiwan)  
 48,112 Automatic Data Processing, Inc.  
 365,557 Intel Corp.  
 20,334 Linear Technology Corp.  
 14,814 Maxim Integrated Products, Inc.  
 16,690 Microchip Technology, Inc.  
 33,292 Paychex, Inc.  
 89,145 Taiwan Semiconductor Manufacturing Co. Ltd., ADR (Taiwan)  
 4,371 Tyco Electronics Ltd. (Switzerland)

MATERIALS - 8.0%

8,345 Bemis Co., Inc.  
 23,579 BHP Billiton Ltd., ADR (Australia)  
 7,801 Cia Siderurgica Nacional SA, ADR (Brazil)  
 4,146 CRH PLC, ADR (Ireland)  
 87,486 Dow Chemical Co. (The)  
 6,911 Eastman Chemical Co.  
 84,574 EI Du Pont de Nemours & Co.  
 2,143 Greif, Inc. - Class A  
 5,784 International Flavors & Fragrances, Inc.  
 5,836 Lubrizol Corp.  
 15,428 Nucor Corp.  
 15,677 PPG Industries, Inc.  
 3,696 Rio Tinto PLC, ADR (United Kingdom)  
 5,912 RPM International, Inc.  
 9,440 Sonoco Products Co.  
 8,061 Steel Dynamics, Inc.

TELECOMMUNICATION SERVICES - 0.7%

920 Cellcom Israel Ltd. (Israel)  
 4,925 CenturyTel, Inc.  
 8,454 Chunghwa Telecom Co. Ltd., ADR (Taiwan)  
 15,951 Hellenic Telecommunications Organization SA, ADR (Greece)  
 3,689 Magyar Telekom Telecommunications PLC, ADR (Hungary)  
 2,780 Partner Communications Co. Ltd., ADR (Israel)  
 1,764 Philippine Long Distance Telephone Co., ADR (Philippines)  
 5,962 Telecom Corp. of New Zealand Ltd., ADR (New Zealand)  
 8,562 Telefonos de Mexico SAB de CV, ADR (Mexico)

UTILITIES - 1.8%

1,873 Cia de Saneamento Basico do Estado de Sao Paulo, ADR (Brazil)  
 5,462 DPL, Inc.  
 13,953 MDU Resources Group, Inc.  
 6,952 National Fuel Gas Co.  
 46,778 Public Service Enterprise Group, Inc.  
 2,371 WGL Holdings, Inc.

TOTAL COMMON STOCKS - 119.5%  
 (Cost \$157,209,339)

PREFERRED STOCKS - 11.3%

CONSUMER STAPLES - 7.2%  
 140,000 Dairy Farmers of America, 7.875% (b)

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FINANCIALS - 4.0%  
 50,000 Axis Capital Holdings Ltd., Series B, 7.500% (Bermuda) (c)  
 518,900 Scottish Re Group Ltd., 7.250% (Cayman Islands) (c)

TELECOMMUNICATION SERVICES - 0.1%  
 3,328 Brasil Telecom SA, ADR (Brazil)

UTILITIES - 0.0%  
 3,360 Cia Energetica de Minas Gerais, ADR (Brazil)

TOTAL PREFERRED STOCKS - 11.3%  
 (Cost \$32,837,506)

CONVERTIBLE PREFERRED STOCKS - 1.1%  
 FINANCIALS - 1.1%  
 505 Fannie Mae, 5.375% (a)  
 (Cost \$49,831,000)

PRINCIPAL AMOUNT

CORPORATE BONDS - 14.9%  
 CONSUMER DISCRETIONARY - 2.9%  
 \$ 750,000 Comcast Corp., BBB+, 6.550%, 7/1/39  
 750,000 Fortune Brands, Inc., BBB-, 6.625%, 7/15/28  
 750,000 International Game Technology, BBB, 7.500%, 6/15/19  
 500,000 Time Warner, Inc., BBB, 7.700%, 5/1/32  
 750,000 Walt Disney Co. (The), A, 7.000%, 3/1/32

ENERGY - 1.4%  
 750,000 Anadarko Petroleum Corp., BBB-, 8.700%, 3/15/19  
 750,000 Weatherford International Ltd., BBB+, 9.625%, 3/1/19 (Switzerland)

FINANCIALS - 6.6%  
 750,000 American Express Co., BBB+, 8.125%, 5/20/19  
 750,000 Caterpillar Financial Services Corp., A, 7.150%, 2/15/19  
 750,000 Citigroup, Inc., A, 8.500%, 5/22/19  
 750,000 General Electric Capital Corp., AA+, 6.750%, 3/15/32  
 750,000 Goldman Sachs Group, Inc. (The), A-, 6.750%, 10/1/2037  
 750,000 HSBC Finance Corp., A, 5.500%, 1/19/16  
 750,000 JPMorgan Chase & Co., A+, 6.300%, 4/23/19  
 750,000 Manufacturers & Traders Trust Co., A-, 6.625%, 12/4/17  
 500,000 Merrill Lynch & Co., Inc., A-, 6.110%, 1/29/37  
 500,000 Morgan Stanley, A, 5.550%, 4/27/17  
 750,000 PNC Bank NA, A, 5.250%, 1/15/17  
 2,000,000 Preferred Term Securities XI Ltd., NR  
 Subordinate Income Notes 0.000%, 9/24/33 (a) (b)  
 3,000,000 Preferred Term Securities XIX Ltd., NR  
 Subordinate Income Notes 0.000%, 12/22/35 (a) (b)  
 2,000,000 Preferred Term Securities XX Ltd., NR

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2,000,000 Subordinate Income Notes 0.000%, 3/22/38 (a) (b)  
 Preferred Term Securities XXI Ltd., NR  
 Subordinate Income Notes 0.000%, 3/22/38 (a)

INDUSTRIALS - 1.9%

750,000 FedEx Corp., BBB, 8.000%, 1/15/19  
 750,000 Southwest Airlines Co., BBB+, 5.125%, 3/1/17  
 750,000 Waste Management, Inc., BBB, 7.375%, 3/11/19

INFORMATION TECHNOLOGY - 0.9%

500,000 Corning, Inc., BBB+, 6.625%, 5/15/19  
 500,000 Oracle Corp., A, 6.125%, 7/8/39

MATERIALS - 0.4%

500,000 Alcoa, Inc., BBB-, 6.750%, 7/15/18

UTILITIES - 0.8%

500,000 Allegheny Energy Supply Co. LLC, BBB-, 8.250%, 4/15/12 (b)  
 500,000 Southwestern Electric Power Co., BBB, 6.450%, 1/15/19

TOTAL CORPORATE BONDS - 14.9%  
 (Cost \$26,315,167)

NUMBER OF SHARES

400,000 LIMITED PARTNERSHIP - 0.3%  
 REAL ESTATE - 0.3%  
 Kodiak Funding, LP (d)  
 (Cost \$3,530,000)

TOTAL LONG-TERM INVESTMENTS - 147.1%  
 (Cost \$269,723,012)

4,837,247 SHORT-TERM INVESTMENTS - 3.8%  
 Dreyfus Money Market Bond Fund  
 (Cost \$4,837,247)

TOTAL INVESTMENTS - 150.9%  
 (Cost \$274,560,259)  
 Other Assets in excess of Liabilities - 0.3%  
 Preferred Shares, at Liquidation Value - (-51.2% of  
 Net Assets Applicable to Common Shares or -33.9% of  
 Total Investments)

NET ASSETS APPLICABLE TO COMMON SHARES - 100.0%

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ADR - American Depositary Receipt  
 LLC - Limited Liability Corp.  
 LP - Limited Partnership  
 Ltd. - Limited  
 NV - Publicly Traded Company  
 PLC - Public Limited Partnership  
 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 July 31, 2009, these securities amounted to 8.0% 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 \$400,000 which represents 0.3% of Net Assets Applicable to Common Shares.

Ratings 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 April 30, 2009.

Country Breakdown*	% of Total Investments
United States	89.1%
United Kingdom	3.8%
Bermuda	2.2%
France	0.9%
Australia	0.8%
Taiwan	0.6%
Switzerland	0.6%
Cayman Islands	0.5%
Canada	0.4%
Brazil	0.2%
Spain	0.2%
South Africa	0.1%
Ireland	0.1%
Luxembourg	0.1%
Netherlands	0.1%
Mexico	0.1%
Greece	0.1%
Philippines	0.1%
Israel	0.0%**
Hungary	0.0%**
New Zealand	0.0%**

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\* Subject to change daily.

\*\* Represents less than 0.1%

In September, 2006, the Financial Accounting Standards Board ("FASB") issued Statement of Financial Accounting Standards No. 157, "Fair Valuation Measurements" ("FAS 157"). The Fund adopted FAS 157 effective on November 1, 2008. This standard clarifies the definition of fair value for financial reporting, establishes a framework for measuring fair value and requires additional disclosures about the use of fair value measurements. FAS 157 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). In April 2009, the FASB issued FSP FAS 157-4, "Determining Fair Value When Volume and Level of Activity for the Asset or Liability Have Significantly Decreased and Identifying Transactions That Are Not Orderly" (FSP 157-4). FSP 157-4 provides guidance on how to determine the fair value of assets and liabilities when the volume and level of activity for the asset/liability has significantly decreased. The Fund adopted FAS 157-4 effective on July 31, 2009. 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 July 31, 2009.

Description	LEVEL 1	LEVEL 2
(value in \$000s)		
Assets:		
Common stocks:		
Consumer Discretionary	\$ 15,797	\$ -
Consumer Staples	33,092	-
Energy	19,505	-
Financials	1,863	-
Health Care	31,864	-
Industrials	23,436	-
Information Technology	12,821	-
Materials	10,114	-
Telecommunication Services	855	-
Utilities	2,353	-
Preferred Stocks	14,331	-
Convertible Preferred Stocks	1,389	-
Corporate Bonds	-	18,950
Limited Partnerships	-	-
Money Market Fund	4,837	-
Total	\$ 172,257	\$ 18,950
Liabilities:		
Total	\$ -	\$ -

For fair valuations using unobservable inputs, FAS 157 requires a reconciliation



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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 July 31, 2009.

LEVEL 3 HOLDINGS	SECURITIES	DERIVATIVES
Beginning Balance at 10/31/08	\$ 2,900	\$ -
Total Realized Gain/Loss	(5,633)	-
Change in Unrealized Gain/Loss	5,000	-
Net Purchases and Sales	(1,867)	-
Net Transfers In/Out	-	-
Ending Balance at 7/31/09	\$ 400	\$ -

### Item 2. Controls and Procedures.

- (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) within 90 days of this filing 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 in 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) 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, 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

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By: /s/ J. Thomas Futrell

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J. Thomas Futrell  
Chief Executive Officer

Date: September 28, 2009  
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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

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J. Thomas Futrell  
Chief Executive Officer

Date: September 28, 2009  
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By: /s/ Steven M. Hill

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Steven M. Hill  
Treasurer and Chief Financial Officer

Date: September 28, 2009  
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