

DNP SELECT INCOME FUND INC  
Form N-Q  
September 19, 2014

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 811-4915

DNP Select Income Fund Inc.

(Exact name of registrant as specified in charter)

200 South Wacker Drive, Suite 500, Chicago, Illinois 60606

(Address of principal executive offices)

(Zip code)

Alan M. Meder	Lawrence R. Hamilton, Esq.
DNP Select Income Fund Inc.	Mayer Brown LLP
200 South Wacker Drive, Suite 500	71 South Wacker Drive
Chicago, Illinois 60606	Chicago, Illinois 60606

(Name and address of agents for service)

Registrant's telephone number, including area code: (312) 368-5510

Date of fiscal year end: October 31

Date of reporting period: July 31, 2014

Item 1. Schedule of Investments.

See the Statement of Net Assets below.

DNP SELECT INCOME FUND INC.  
 STATEMENT OF NET ASSETS  
 JULY 31, 2014  
 (Unaudited)

Description	Value (Note 1)
COMMON STOCKS & MLP INTERESTS--112.3%	
ELECTRIC, GAS AND WATER--78.7%	
1,500,000 Energy Corp.(a)	\$ 84,750,000
1,500,000 Corp.	57,675,000
1,000,000 Water Works Co.	47,770,000
3,071,300 Point Energy Inc.(a)(b)	74,694,016
1,000,000 Corp.	66,888,000
2,600,000 Energy Corp.(a)	72,325,000
1,000,000 Resources, Inc.(a)(b)	74,404,000
1,000,000 Energy Co.(a)	73,820,000
800,000 Energy Corp.	57,704,000
1,500,000 Inc. (Canada)(a)(b)	78,368,000
1,082,000 Plains Energy Inc.(a)(b)	49,156,091
900,000 Morgan Inc.(a)	32,382,000
188,670 Global Grid plc ADR (United Kingdom)	13,544,835
4,796,211 Global Grid plc (United Kingdom)	69,273,644
1,000,000 Energy, Inc.(a)(b)	93,890,000
2,000,000 Inc.	75,360,000
2,000,000 West Utilities Inc.(a)(b)	87,800,000
800,000 West Natural Gas Co.	34,576,000
2,000,000 Energy Corp.	71,900,000
1,000,000 West Natural Gas Co.	34,690,000
1,000,000 General Electric Co.	51,088,000
2,000,000 Corp.(a)(b)	65,980,000
1,000,000 Service Enterprise Group Inc.(a)	63,306,000
1,000,000 Corp.(a)(b)	42,256,000
1,000,000 Energy(a)(b)	99,710,000
1,500,000 Co.(a)	64,935,000
1,915,000 Energy Corp.(a)	78,361,800
1,000,000 Canada Corp. (Canada)(a)(b)	50,170,000
1,500,000 Corp.(a)	57,135,000
2,000,000 Energy Inc.(a)	72,080,000
1,000,000 Holdings Inc.	38,980,000
1,650,000 Williams Companies, Inc.(a)(b)	93,439,500
2,000,000 Energy Inc.(a)(b)	83,160,000
	2,111,571,886

The accompanying notes are an integral part of this financial statement.

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DNP SELECT INCOME FUND INC.  
 STATEMENT OF NET ASSETS — (Continued)  
 JULY 31, 2014  
 (Unaudited)

Description	Value (Note 1)
<b>OIL &amp; GAS STORAGE, TRANSPORTATION AND PRODUCTION--18.9%</b>	
466,800 Midstream Partners LP	\$ 28,110,696
453,100 Pipeline Partners LP	15,623,970
407,000 Midstream Partners LP	22,169,290
551,000 Pipelines Partners LP	18,631,470
682,000 Ege Energy Partners LP	23,563,800
696,000 Ege Transfer Equity LP	37,855,440
280,000 Ege Transfer Partners LP	15,607,200
500,000 Midstream Partners LP	14,600,000
387,000 Enbridge Products Partners LP	28,571,800
231,000 Enbridge Midstream Partners LP	19,990,740
50,515 Enbridge Gas Partners LP (Marshall Islands)	1,689,539
282,000 Enbridge Energy LP	14,802,180
242,000 Enbridge Morgan Energy Partners LP	19,606,840
218,000 Enbridge Energy LLC	6,865,080
470,000 Enbridge Midstream Partners LP	37,696,517
390,500 Enbridge West Energy Partners LP	27,675,700
202,000 Enbridge OK Partners LP	16,375,360
475,610 Enbridge All American Pipeline LP	27,276,234
268,000 Enbridge Energy Partners LP	13,826,120
324,000 Enbridge Logistics Partners LP	14,382,360
400,000 Enbridge Mass Energy Partners LP	15,700,000
392,000 Enbridge Resources Partners LP	26,216,960
64,220 Enbridge Logistics LP	4,278,936
67,440 Enbridge Energy Partners LP	2,902,211
217,861 Enbridge Lake Chemical Partners LP	6,551,381
297,000 Enbridge Northern Gas Partners LP	21,788,340
488,000 Enbridge Gas Partners LP	24,459,120
	506,817,284
<b>TELECOMMUNICATIONS--14.7%</b>	
1,708,250 AT&T Intellectual Property Inc.(a)(b)	60,796,973
93,200 Bell Canada Inc. (Canada)(a)(b)	42,526,976
1,600,000 Charter Communications Link Inc.(a)(b)	62,784,000
3,518,401 Charter Communications Corp.(a)	23,046,116
1,000,000 Orange SA (France)	15,721,503
1,094,800 Shaw Communications Corp. (Canada)	38,275,008
1,560,000 Shaw Communications Inc.(a)	78,659,687
782,200 BT Group PLC ADR (United Kingdom)	25,984,684
4,000,000 BT Group PLC ADR (United Kingdom)	45,840,000
	393,634,947
Total Common Stocks & MLP Interests (Cost \$2,252,301,366)	3,012,024,117

PREFERRED STOCKS--1.7%

UTILITY--0.1%	
<del>50,000</del> n Corp. 6 1/2%, due 6/01/17	2,455,000
	2,455,000
NON-UTILITY--1.6%	
<del>100,000</del> Storage 6 7/8% Series O Perpetual	2,586,000
<del>600,000</del> Income Corp. 6 5/8% Series F Perpetual	15,612,000
<del>400,000</del> cy Centers Corp. 6 5/8% Series 6 Perpetual	10,360,000
<del>234,000</del> do Realty Trust 6 5/8% Series G Perpetual	5,964,111
<del>350,000</del> do Realty Trust 6 5/8% Series I Perpetual	8,823,500
	43,345,611
Total Preferred Stocks (Cost \$43,761,811)	45,800,611

The accompanying notes are an integral part of this financial statement.

DNP SELECT INCOME FUND INC.  
STATEMENT OF NET ASSETS — (Continued)  
JULY 31, 2014  
(Unaudited)

Par Value	Description	Value (Note 1)
BONDS--20.6%		
ELECTRIC, GAS AND WATER--15.7%		
\$22,000,000	Arizona Public Service Co. 6 7/8%, due 8/01/36(a)(b)	\$29,369,868
10,450,000	Atmos Energy Corp. 8 1/2%, due 3/15/19(a)(b)	13,256,630
11,000,000	Cleveland Electric Illuminating Co. 8 7/8%, due 11/15/18(a)(b)	13,851,574
6,750,000	Commonwealth Edison Company 6.95%, due 7/15/18	7,926,026
15,305,000	Consolidated Edison Co. of New York 7 1/8%, due 12/01/18(a)(b)	18,422,965
9,354,000	Dominion Resources Inc. 6.40%, due 6/15/18(a)(b)	10,886,494
10,000,000	DPL Capital Trust II 8 1/8%, due 9/01/31	9,969,750
6,488,000	Energy Transfer Partners 7.60%, due 2/01/24	8,106,101
8,850,000	Energy Transfer Partners 8 1/4%, due 11/15/29	12,400,558
20,000,000	Entergy Texas Inc. 7 1/8%, due 2/01/19(a)(b)	24,044,460
5,000,000	Enterprise Products Operating LLC 6 1/2%, due 1/31/19	5,889,300
12,826,000	EQT Corp. 8 1/8%, due 6/01/19(a)(b)	15,898,096
14,376,000	Exelon Generation Co. LLC 6.20%, due 10/01/17(a)(b)	16,260,622
15,060,000	FPL Group Capital Inc. 7 7/8%, due 12/15/15(a)(b)	16,485,580
10,000,000	Georgia Power Co. 5.70%, due 6/01/17(a)(b)	11,206,760
10,618,000	Indiana Michigan Power Co. 7.00%, due 3/15/19(a)(b)	12,772,870
8,030,000	Kinder Morgan, Inc. 6.85%, due 2/15/20	9,561,642
14,445,000	Magellan Midstream Partners, LP 6.40%, due 7/15/18(a)(b)	16,841,830
5,000,000	Metropolitan Edison Co. 7.70%, due 1/15/19	6,075,025
12,000,000	National Fuel Gas Co. 8 3/4%, due 5/01/19(a)(b)	14,987,736

10,000,000 National Grid PLC (United Kingdom)

6.30%, due 8/01/16

11,034,160

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DNP SELECT INCOME FUND INC.  
 STATEMENT OF NET ASSETS — (Continued)  
 JULY 31, 2014  
 (Unaudited)

Par Value	Description	Value (Note 1)
\$3,350,000	Nevada Power Co. 7 1/8%, due 3/15/19	\$ 4,066,056
10,345,000	Oncor Electric Delivery Co. LLC 7.00%, due 9/01/22	13,222,586
11,000,000	ONEOK, Inc. 6.00%, due 6/15/35(a)	11,166,034
9,000,000	ONEOK Partners, LP 8 5/8%, due 3/01/19	11,313,540
5,000,000	PPL Energy Supply LLC 6 1/2%, due 5/01/18	5,391,610
14,000,000	Progress Energy Inc. 7.05%, due 3/15/19(a)(b)	16,888,690
5,130,000	Public Service New Mexico 7 1/2%, due 8/01/18	5,995,652
15,169,000	Sempra Energy 6 1/2%, due 6/01/16(a)(b)	16,679,241
5,000,000	Sempra Energy 6.15%, due 6/15/18	5,770,905
12,940,000	Spectra Energy 6.20%, due 4/15/18	14,754,796
2,615,000	Spectra Energy 6 3/4%, due 7/15/18	2,989,573
9,140,000	TransCanada PipeLines Ltd. (Canada) 7 1/8%, due 1/15/19	11,056,749
14,380,000	Williams Partners, LP 7 1/4%, due 2/01/17(a)(b)	16,336,039 420,879,518
	TELECOMMUNICATIONS--4.2%	
10,000,000	BellSouth Capital Funding Corp. 7 7/8%, due 2/15/30(a)(b)	13,395,600
15,000,000	CenturyLink Inc. 6 7/8%, due 1/15/28	15,300,000
5,900,000	Comcast Corp. 7.05%, due 3/15/33	7,957,017
15,000,000	Koninklijke KPN NV (Netherlands) 8 3/8%, due 10/01/30(a)(b)	21,132,390
10,311,000	Rogers Wireless Inc. (Canada) 7 1/2%, due 3/15/15(a)(b)	10,751,269
10,000,000	TCI Communications Inc. 8 3/4%, due 8/01/15(a)(b)	10,831,490
5,000,000	TCI Communications Inc. 7 1/8%, due 2/15/28	6,607,125



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15,500,000	Verizon Global Funding Corp.	
	7 3/4%, due 12/01/30(a)	21,484,287
5,000,000	Vodafone Group PLC (United Kingdom)	
	7 7/8%, due 2/15/30	6,927,995
		114,387,173

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DNP SELECT INCOME FUND INC.  
 STATEMENT OF NET ASSETS — (Continued)  
 JULY 31, 2014  
 (Unaudited)

Par Value	Description	Value (Note 1)
	NON-UTILITY--0.7%	
\$8,000,000	Dayton Hudson Corp. 9 7/8%, due 7/01/20	\$10,586,616
300,000	Vornado Realty LP 7 7/8%, due 10/01/39	7,638,000
		18,224,616
	Total Bonds (Cost \$523,357,918)	553,491,307
	TOTAL INVESTMENTS--134.6% (Cost \$2,819,421,095)	3,611,316,035
	Borrowings--(26.1%)	(700,000,000)
	Other assets less liabilities--(8.5%)	(229,355,100)
	NET ASSETS APPLICABLE TO COMMON STOCK--100.0%	\$2,681,960,935

(a) All or a portion of this security has been pledged as collateral for borrowings and made available for loan.

(b) All or a portion of this security has been loaned.

The percentage shown for each investment category is the total value of that category as a percentage of the net assets applicable to common stock of the Fund.

#### Note 1. Investment Valuation

The Fund's investments are carried at fair value which is defined as the price that the Fund would receive upon selling an investment in a timely transaction to an independent buyer in the principal or most advantageous market of the investment. The three-tier hierarchy of inputs established to classify fair value measurements for disclosure purposes is summarized in the three broad levels listed below.

Level 1 - quoted prices in active markets for identical securities

Level 2 - other significant observable inputs (including quoted prices for similar securities, interest rates, prepayment speeds, credit risks, etc.)

Level 3 - significant unobservable inputs (including the Fund's own assumptions in determining fair value of investments)

The inputs or methodology used for valuing securities are not necessarily an indication of the risk associated with investing in these securities. For more information about the Fund's policy regarding valuation of investments and other significant accounting policies, please refer to the Fund's most recent financial statements contained in its semi-annual report. The following is a summary of the inputs used to value each of the Fund's investments at July 31, 2014:

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	Level 1	Level 2
Common stocks & MLP interests	\$3,012,024,117	-
Preferred stocks	45,800,611	-
Bonds	-	\$553,491,307
Total	\$3,057,824,728	\$553,491,307

There were no Level 3 priced securities held and there were no transfers between Level 1 and Level 2 related to securities held at July 31, 2014.

DNP SELECT INCOME FUND INC.  
 STATEMENT OF NET ASSETS — (Continued)  
 JULY 31, 2014  
 (Unaudited)

Note 2. Federal Tax Cost

At October 31, 2013, the Fund's most recent fiscal tax year end, the federal tax cost of investments and aggregate gross unrealized appreciation (depreciation) were as follows:

Federal Tax Cost	Unrealized Appreciation	Unrealized Depreciation	Net Unrealized Appreciation
\$2,863,733,755	\$672,974,447	(\$116,820,710)	\$556,153,737

The difference between the book basis and tax basis of unrealized appreciation (depreciation) and cost of investments is primarily attributable to MLP earnings and basis adjustments, the tax deferral of wash sale losses, the accretion of market discount and amortization of premiums and alternative tax treatment of certain securities.

Other information regarding the Fund is available on the Fund's website at [www.dnpselectincome.com](http://www.dnpselectincome.com) or the Securities and Exchange Commission's website at [www.sec.gov](http://www.sec.gov).

**Item 2. Controls and Procedures.**

The registrant's principal executive officer and principal financial officer have concluded that the registrant's disclosure controls and procedures (as defined in Rule 30a-3(c) under the Investment Company Act of 1940 (the (a) "1940 Act")) are effective, based on an evaluation of those controls and procedures made as of a date within 90 days of the filing date of this report as required by Rule 30a-3(b) under the 1940 Act and Rule 13a-15(b) under the Securities Exchange Act of 1934.

There has been no change in the registrant's internal control over financial reporting (as defined in Rule 30a-3(d) (b) under the 1940 Act) 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.**

Exhibit 99.CERT Certifications pursuant to Rule 30a-2(a) under the 1940 Act and Section 302 of the Sarbanes-Oxley Act of 2002

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) DNP SELECT INCOME FUND INC.

By (Signature and Title) /s/ Nathan I. Partain

Nathan I. Partain  
President and Chief Executive Officer  
(Principal Executive Officer)

Date September 19, 2014

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/ Nathan I. Partain

Nathan I. Partain  
President and Chief Executive Officer  
(Principal Executive Officer)

Date September 19, 2014

By (Signature and Title) /s/ Alan M. Meder

Alan M. Meder  
Treasurer and Assistant Secretary  
(Principal Financial and Accounting Officer)

Date September 19, 2014