

Edgar Filing: Delaware Enhanced Global Dividend & Income Fund - Form N-CSRS

Delaware Enhanced Global Dividend & Income Fund
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:	811-22050
Exact name of registrant as specified in charter:	Delaware Enhanced Global Dividend and Income Fund
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

Item 1. Reports to Stockholders

Semiannual Report

Delaware
Enhanced Global
Dividend and Income
Fund

May 31, 2012

The figures in the semiannual report for Delaware Enhanced Global Dividend and Income Fund 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

Table of contents

Security type/sector and country allocations	1
Statement of net assets	3
Statement of operations	20
Statements of changes in net assets	21
Statement of cash flows	22
Financial highlights	23
Notes to financial statements	24
Other Fund information	37
About the organization	40

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.

© 2012 Delaware Management Holdings, Inc.

All third-party marks cited are the property of their respective owners.

Security type/sector and country allocations

Delaware Enhanced Global Dividend and Income Fund

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
Common Stock	56.00%
Consumer Discretionary	6.07%
Consumer Staples	6.45%
Diversified REITs	0.42%
Energy	5.42%
Financials	5.35%
Healthcare	6.68%
Healthcare REITs	0.26%
Hotel REITs	0.46%
Industrial REITs	0.85%
Industrials	6.76%
Information Technology	4.08%
Mall REITs	0.80%
Manufactured Housing REIT	0.09%
Materials	4.10%
Mixed REITs	0.64%
Mortgage REITs	0.27%
Multifamily REITs	0.51%
Office REITs	0.73%
Real Estate Management & Development	0.13%
Self-Storage REITs	0.16%
Shopping Center REITs	0.77%
Single Tenant REIT	0.16%
Specialty REITs	0.28%
Telecommunications	2.70%
Utilities	1.86%
Convertible Preferred Stock	2.61%
Agency Collateralized Mortgage Obligations	0.19%
Agency Mortgage-Backed Securities	1.15%
Commercial Mortgage-Backed Securities	0.49%
Convertible Bonds	12.68%
Capital Goods	1.27%
Communications	1.55%
Consumer Cyclical	1.33%
Consumer Non-Cyclical	1.96%
Energy	0.59%
Financials	1.70%
Industrials	0.35%
Real Estate	0.29%
Services	0.61%
Technology	3.03%
Corporate Bonds	42.12%
Automotive	1.46%
Banking	1.08%
Basic Industry	5.68%
Brokerage	0.03%
Capital Goods	2.80%
Communications	3.95%
Consumer Cyclical	2.38%
Consumer Non-Cyclical	1.14%
Energy	6.70%
Financials	1.17%

Edgar Filing: Delaware Enhanced Global Dividend & Income Fund - Form N-CSRS

Healthcare	2.38%
Industrials	0.03%
Insurance	1.18%
Media	3.14%
Natural Gas	0.12%
Real Estate	0.28%
Services	4.29%
Technology	3.17%
Transportation	0.06%
Utilities	1.08%
Non-Agency Asset-Backed Securities	0.12%
Non-Agency Collateralized Mortgage Obligations	0.10%
Senior Secured Loans	1.05%
Sovereign Bonds	9.17%
U.S. Treasury Obligations	0.36%
Leveraged Non-Recourse Security	0.00%
Limited Partnership	0.03%
Residual Interest Trust Certificate	0.00%
Preferred Stock	0.57%
Warrants	0.00%
Short-Term Investments	8.79%
Securities Lending Collateral	5.62%
Total Value of Securities	141.05%
Obligation to Return Securities Lending Collateral	(5.84%)
Borrowing Under Line of Credit	(37.25%)
Receivables and Other Assets Net of Other Liabilities	2.04%
Total Net Assets	100.00%

(continues) 1

Security type/sector and country allocations

Delaware Enhanced Global Dividend and Income Fund

Country	Percentage of Net Assets
Australia	1.70%
Barbados	0.16%
Bermuda	0.72%
Brazil	4.53%
Canada	4.73%
Cayman Islands	0.87%
Chile	0.38%
China	1.12%
Denmark	0.59%
Finland	0.30%
France	6.29%
Germany	1.59%
Hong Kong	1.54%
Indonesia	3.63%
Ireland	0.57%
Israel	1.24%
Japan	5.14%
Jersey	0.24%
Luxembourg	1.36%
Mexico	1.55%
Multinational	0.18%
Netherlands	2.02%
Panama	1.40%
Poland	0.33%
Republic of Korea	0.33%
Russia	0.65%
Singapore	0.06%
Spain	0.15%
Sweden	1.04%
Switzerland	1.81%
United Kingdom	7.67%
United States	72.75%
Total	126.64%

The percentage of net assets exceeds 100% because the Fund utilizes a line of credit with The Bank of New York Mellon, as described in Note 8 in Notes to financial statements. The Fund utilizes leveraging techniques in an attempt to obtain a higher return for the Fund. There is no assurance that the Fund will achieve its investment objectives through the use of such techniques.

Statement of net assets

Delaware Enhanced Global Dividend and Income Fund

May 31, 2012 (Unaudited)

	Number of Shares	Value (U.S. \$)
vCommon Stock 56.00%		
Consumer Discretionary 6.07%		
* Bayerische Motoren Werke	11,479	\$ 867,100
DIRECTV Class A	2,250	100,013
Don Quijote	37,200	1,335,981
Genuine Parts	10,800	680,400
Hyundai Home Shopping Network	5,758	587,765
Mattel	20,800	647,504
PPR	4,429	629,691
Publicis Groupe	18,845	871,581
Sumitomo Rubber Industries	52,561	637,266
Techtronic Industries	898,500	1,103,221
Toyota Motor	47,005	1,823,689
Yue Yuen Industrial Holdings	460,500	1,432,842
		10,717,053
Consumer Staples 6.45%		
Archer-Daniels-Midland	15,000	478,200
Aryzta	40,568	1,828,911
Carlsberg Class B	13,953	1,039,557
Coca-Cola Amatil	104,994	1,314,027
ConAgra Foods	39,000	980,850
Greggs	94,536	731,876
Kimberly-Clark	12,300	976,005
Kraft Foods Class A	25,300	968,231
Lorillard	7,400	914,640
* Safeway	46,600	886,332
TESCO	272,505	1,270,210
		11,388,839
Diversified REITs 0.42%		
Champion REIT	125,000	50,570
Investors Real Estate Trust	10,260	72,949
Lexington Realty Trust	32,170	267,333
Mapletree Logistics Trust	70,000	52,967
Nieuwe Steen Investments	89	685
Orix JREIT	17	75,936
Stockland	70,059	217,666
Vornado Realty Trust	128	10,486
		748,592
Energy 5.42%		
Chevron	6,400	629,184
CNOOC	720,000	1,302,420
ConocoPhillips	9,000	469,440
Marathon Oil	17,300	430,943
Petroleo Brasileiro ADR	53,900	1,018,710
Phillips 66	4,500	135,135
Royal Dutch Shell ADR	14,300	920,205
Spectra Energy	22,400	643,104
Subsea 7	60,157	1,183,329
Total	33,188	1,426,420
* Total ADR	21,400	921,698
Williams	15,600	476,268
		9,556,856
Financials 5.35%		
Allstate	29,400	997,836
AXA	83,997	943,021
Bank of New York Mellon	21,700	441,812
* Fifth Street Finance	29,454	280,107

Edgar Filing: Delaware Enhanced Global Dividend & Income Fund - Form N-CSRS

	Gallagher (Arthur J.)	23,000	799,020
*	Home Loan Servicing Solution	24,295	325,067
	Marsh & McLennan	21,000	671,580
	Mitsubishi UFJ Financial Group	334,728	1,452,461
	Nordea Bank	126,329	933,735
	Nordea Bank FDR	31,412	230,872
	Solar Capital	8,100	176,337
	Standard Chartered	67,448	1,360,231
	Travelers	13,300	831,117
			9,443,196
Healthcare 6.68%			
	Abbott Laboratories	10,400	642,616
	Alliance HealthCare Services	8,445	8,783
*	AstraZeneca ADR	14,700	594,027
	Baxter International	9,200	465,704
	Bristol-Myers Squibb	22,200	740,148
	Johnson & Johnson	13,300	830,319
	Meda Class A	70,986	679,053
	Merck	31,800	1,195,044
	Novartis	26,430	1,372,439
	Pfizer	46,560	1,018,267
	Sanofi		