

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

Delaware Enhanced Global Dividend & Income Fund  
Form N-CSR  
February 06, 2019  
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:	November 30, 2018

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Item 1. Reports to Stockholders

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Closed-end fund

Delaware Enhanced Global Dividend and Income Fund

November 30, 2018

**The figures in the annual 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.**

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Delaware Enhanced Global Dividend and Income Fund ( DEX or the Fund ), acting pursuant to a Securities and Exchange Commission ( SEC ) exemptive order and with the approval of the Fund's Board of Trustees (the Board ), has adopted a managed distribution policy (the Plan ). Effective as of March 29, 2018, the Fund makes monthly distributions to common shareholders at a targeted annual distribution rate of 10% of the Fund's average net asset value ( NAV ) per share. The Fund will calculate the average NAV per share from the previous three full months immediately prior to the distribution based on the number of business days in those three months on which the NAV is calculated. The distribution will be calculated as 10% of the prior three months' average NAV per share, divided by 12. This distribution methodology is intended to provide shareholders with a consistent, but not guaranteed, income stream and a targeted annual distribution rate and is intended to narrow any discount between the market price and the NAV of the Fund's common shares, but there is no assurance that the policy will be successful in doing so.

Under the Plan, the Fund is managed with a goal of generating as much of the distribution as possible from net investment income and short-term capital gains. The balance of the distribution will then come from long-term capital gains to the extent permitted, and if necessary, a return of capital. The Fund will generally distribute amounts necessary to satisfy the terms of the Fund's Plan and the requirements prescribed by excise tax rules and Subchapter M of the Internal Revenue Code (the Code ). Each monthly distribution to shareholders is expected to be at the fixed percentage described above, except for extraordinary distributions and potential distribution rate increases or decreases to enable the Fund to comply with the distribution requirements imposed by the Code.

The Board may amend, suspend, or terminate the Fund's Plan at any time without prior notice if it deems such action to be in the best interest of the Fund or its shareholders. The methodology for determining monthly distributions under the Plan will be reviewed at least annually by the Fund's Board, and the Fund will continue to evaluate its distribution in light of ongoing market conditions. The suspension or termination of the Plan could have the effect of creating a trading discount (if the Fund's stock is trading at or above NAV) or widening an existing trading discount. The Fund is subject to risks that could have an adverse impact on its ability to maintain distributions under the Plan. Examples of potential risks include, but are not limited to, economic downturns impacting the markets, increased market volatility, portfolio companies suspending or decreasing corporate dividend distributions, and changes in the Code.

Shareholders should not draw any conclusions about the Fund's investment performance from the amounts of these distributions or from the terms of the Plan. The Fund's total investment return on NAV is presented in its financial

highlights table.

A cumulative summary of the Section 19(a) notices for the Fund's current fiscal period, if applicable, is included in Other Fund Information. Section 19(a) notices for the Fund, as applicable, are available on the Fund's website at [delawarefunds.com/closed-end/performance/fund-distributions](http://delawarefunds.com/closed-end/performance/fund-distributions).

Macquarie Asset Management (MAM) offers a diverse range of products including securities investment management, infrastructure and real asset management, and fund and equity-based structured products. Macquarie Investment Management (MIM) is the marketing name for certain companies comprising the asset management division of Macquarie Group. This includes the following registered investment advisors: Macquarie Investment Management Business Trust (MIMBT), Macquarie Funds Management Hong Kong Limited, Macquarie Investment Management Austria Kapitalanlage AG, Macquarie Investment Management Global Limited, Macquarie Investment Management Europe Limited, and Macquarie Capital Investment Management LLC. For more information, including press releases, please visit [delawarefunds.com/closed-end](http://delawarefunds.com/closed-end).

Unless otherwise noted, views expressed herein are current as of Nov. 30, 2018, and subject to change for events occurring after such date.

The Fund is not FDIC insured and is not guaranteed. It is possible to lose the principal amount invested.

Advisory services provided by Delaware Management Company, a series of MIMBT, a US registered investment advisor. Other than Macquarie Bank Limited (MBL), none of the entities noted are authorized deposit-taking institutions for the purposes of the Banking Act 1959 (Commonwealth of Australia). The obligations of these entities do not represent deposits or other liabilities of MBL. MBL does not guarantee or otherwise provide assurance in respect of the obligations of these entities, unless noted otherwise. The Fund is governed by US laws and regulations.

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Portfolio management review

**Delaware Enhanced Global Dividend and Income Fund**

December 12, 2018

**Performance preview (for the year ended November 30, 2018)**

Delaware Enhanced Global Dividend and Income Fund @ market price	1-year return	11.74%
Delaware Enhanced Global Dividend and Income Fund @ NAV	1-year return	8.38%
Lipper Closed-end Global Funds Average @ market price	1-year return	5.02%
Lipper Closed-end Global Funds Average @ NAV	1-year return	2.33%

**Past performance does not guarantee future results.**

For complete, annualized performance for Delaware Enhanced Global Dividend and Income Fund, please see the table on page 3.

Index performance returns do not reflect any management fees, transaction costs, or expenses. Indices are unmanaged and one cannot invest directly in an index.

For the fiscal year ended Nov. 30, 2018, Delaware Enhanced Global Dividend and Income Fund returned -8.38% at net asset value (NAV) and -11.74% at market price (both figures reflect all distributions reinvested). Complete annualized performance for the Fund is shown in the table on page 3.

**A strong economic environment**

Throughout the Fund's fiscal year ended Nov. 30, 2018, the US economy continued along its expansionary path. US gross domestic product (GDP) – a measure of national economic output – grew in all four quarters of the Fund's fiscal year. The expansion was especially rapid in the second quarter (+4.2%) and third quarter (+3.5%) of 2018, which represented the country's fastest half-year of GDP growth since 2014. Meanwhile, the US unemployment rate continued to drop, reaching 3.7% late in the period, a nearly 50-year low. (Sources: US Bureau of Economic Analysis and US Bureau of Labor Statistics.)

To combat potential inflation that can accelerate during periods of economic growth, the US Federal Reserve raised the federal funds rate by a quarter percentage point on four occasions during the Fund's fiscal year, ending in a target range of 2.00% to 2.25%, up from a range of 1.00% to 1.25% a year earlier.

Outside the United States, the economic picture was more mixed, with momentum slowing in many countries and regions. Higher interest rates and a stronger US dollar proved to be headwinds for China – which has been embroiled in a difficult trade-related dispute with the US – and other emerging markets. Europe, meanwhile, struggled amid political

challenges and a lack of economic catalysts.

### **Rising market volatility**

Global equity markets began the fiscal year on a strong upswing before turning volatile and suddenly selling off in February 2018. The volatility remained elevated throughout much of the remainder of the reporting period, especially in its final months reflecting rising concern about US inflation, nervousness about the imposition of US tariffs, and growing fears of a US-China trade war, among other challenges and the performance of US and non-US equity markets ultimately diverged widely.

For the 12-month period, US large-cap value stocks, as measured by the Russell 1000<sup>®</sup> Value Index gained 3.0%, with a significant late-period market correction wiping out many earlier gains. International developed market stocks, as measured by the MSCI EAFE (Europe, Australasia, Far East) Index (net), lost 7.9% for the same period, reflecting the weaker non-US economic backdrop. Emerging market debt also struggled during the period, as the J.P. Morgan Emerging Markets Bond Index (EMBI) Global Diversified Index declined 4.8%.

Of all the asset classes reflected in the Fund, only convertible securities and real estate investment trusts (REITs) outpaced US large-cap value equities. Convertibles, as reflected in the ICE BofAML US Convertible Index, advanced 4.9%, while the US REIT market, as measured by the FTSE NAREIT Equity REITs Index, gained 3.7%. Global REITs gained 2.2% for the same period, as measured by the FTSE EPRA/NAREIT Developed Index.

Meanwhile, high yield corporate bonds, as measured by the Bloomberg Barclays US Corporate High-Yield Index, advanced 0.36%. Credit spreads widened over the fiscal year as investors demanded more income to own riskier debt. US investment grade bonds, with their lower yields, were hurt by rising rates, and declined 1.34%, as measured by the Bloomberg Barclays US Aggregate Index.

### **Individual contributors and detractors**

The Fund's natural focus on yield-oriented investments was a headwind to performance during the fiscal year. For most of this 12-month period, investors tended to favor growth-oriented stocks, which are not widely represented in the Fund's income-oriented portfolio. The Fund's substantial exposure to international equities, which significantly lagged US equities during the period, provided another significant performance challenge.

Many of the Fund's biggest individual detractors this period were non-US stocks, including Japanese imaging company **Canon Inc.** and tobacco manufacturer **British American Tobacco PLC.** Canon issued weaker-than-expected earnings guidance, while shares of British American Tobacco fell on concern about new potential US cigarette regulations and increased competition in the market for next-generation tobacco products.

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Portfolio management review

### Delaware Enhanced Global Dividend and Income Fund

Other non-US holdings that weighed on results included **Playtech Plc**, a UK developer of online gaming software; French automotive supplier **Valeo S.A.**, and Italian banking and financial services company **UniCredit SpA**, which has struggled amid mounting concerns over Italy's financial condition.

On the positive side, the Fund benefited from a position in Swiss pharmaceutical company **Novartis AG**. Several US-based holdings in the Fund's large-cap value subportfolio added to performance, including **Merck & Co. Inc.** and **Pfizer Inc.**, pharmaceutical manufacturers that reported favorable financial results; **Verizon Communications Inc.**, a telecommunication services provider that issued better-than-expected earnings; and garbage and recycling company **Waste Management Inc.**, which benefited from growth in the firm's core waste collection business, as well as US tax policy changes.

#### **Sticking to our strategy**

Throughout the Fund's fiscal year, we pursued the same management approach we apply in all market conditions: We continued to look across multiple asset classes for securities with competitive yield and the potential for dividend growth. In addition, we maintained our emphasis on managing downside risk in the portfolio and seeking to limit potential capital losses.

In making only modest shifts to the portfolio's allocation throughout the 12 months, our goal was to look for ways to increase the portfolio's yield. This approach led to a modestly lower allocation in international equities, which began the fiscal year at 35% of the portfolio and ended at 33%. Coming into the fiscal year, our view toward this asset class was relatively favorable. However, as data mounted suggesting slowing global economic growth, and as rising interest rates lifted the value of the dollar, we began to see a more challenging backdrop for non-US equities. Still, considering the Fund's mandate to maintain healthy exposure to international markets, this remained one of the Fund's largest asset class

allocations. We also maintained more-modest exposures to global real estate securities and emerging market bonds, which made up 1% and 5% of the portfolio, respectively, at fiscal year end.

The Fund's exposure to US large-cap value equities also decreased during the fiscal year, finishing at 7% of the portfolio, down from 11% a year earlier. In contrast, the Fund's allocation to high yield bonds rose from 33% of the portfolio to 37% as of fiscal year end. The Fund's convertible securities allocation modestly increased during the fiscal year, from 14% to 16% of net assets.

During the fiscal year, the Fund used foreign currency exchange contracts to facilitate the purchase and sale of securities in the Fund. These derivative securities did not have a material effect on performance during the fiscal year.

A final note: The Fund's use of leverage, which magnifies the effect of gains and losses, modestly detracted from Fund performance for the fiscal year.

**Looking ahead with caution**

At the end of the Fund's fiscal year, we had a somewhat cautious view about financial markets. Our perspective reflects what we see as the potential for diminished global economic growth, coupled with our view that stock valuations are relatively expensive. Another factor behind our somewhat defensive stance is a volatile US political backdrop, which has added a new layer of uncertainty to our investment process.

Increasingly, we believe that international developed and emerging market asset classes are becoming more attractive, given their significant relative underperformance relative to US-based assets in recent months. In this environment, we will continue to monitor economic and market conditions as we focus on providing a high level of income while seeking potential upside via income-generating securities across multiple asset classes and regions.

Unless otherwise noted, views expressed herein are current as of Nov. 30, 2018, and subject to change for events occurring after such date.



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Performance summary

**Delaware Enhanced Global Dividend and Income Fund**

**The performance quoted represents past performance and does not guarantee future results. Investment return and principal value of an investment will fluctuate so that shares, when sold, may be worth more or less than their original cost. Current performance may be lower or higher than the performance quoted. Please obtain the most recent performance data by calling 866 437-0252 or visiting our website at [delawarefunds.com/closed-end](http://delawarefunds.com/closed-end).**

**Fund performance**

Average annual total returns through November 30, 2018

	1 year	5 years	10 years	Lifetime
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At market price (inception date June 29, 2007)	11.74%	+3.12%	+14.79%	+3.65%
At net asset value (inception date June 29, 2007)	8.38%	+3.67%	+12.00%	+4.80%

Diversification may not protect against market risk.

Fixed income securities and bond funds can lose value, and investors can lose principal, as interest rates rise. They also may be affected by economic conditions that hinder an issuer's ability to make interest and principal payments on its debt.

The Fund may also be subject to prepayment risk, the risk that the principal of a bond that is held by a portfolio may be prepaid prior to maturity, at the time when interest rates are lower than what the bond was paying. A portfolio may then have to reinvest the money at a lower interest rate.

High yielding, non-investment-grade bonds (junk bonds) involve higher risk than investment grade bonds.

Narrowly focused investments may exhibit higher volatility than investments in multiple industry sectors.

REIT investments are subject to many of the risks associated with direct real estate ownership, including changes in economic conditions, credit risk, and interest rate fluctuations.

The Fund may invest in derivatives, which may involve additional expenses and are subject to risk, including the risk that an underlying security or securities index moves in the opposite direction from what the portfolio manager anticipated. A derivatives transaction depends upon the counterparties' ability to fulfill their contractual obligations.

International investments entail risks not ordinarily associated with US investments including fluctuation in currency values, differences in accounting principles, or economic or political instability in other nations.

Investing in emerging markets can be riskier than investing in established foreign markets due to increased volatility and lower trading volume.

If and when the Fund invests in forward foreign currency contracts or uses other investments to hedge against currency risks, the Fund will be subject to special risks, including counterparty risk.

The Fund may experience portfolio turnover in excess of 100%, which could result in higher transaction costs and tax liability.

The Fund borrows through a line of credit for purposes of leveraging. Leveraging may result in higher degrees of volatility because the Fund's net asset value could be subject to fluctuations in short-term interest rates and changes in market value of portfolio securities attributable to leverage. Leverage magnifies the potential for gain and the risk of loss. As a result, a relatively small decline in the value of the underlying investments could result in a relatively large loss. In addition, the leverage through the line of credit is dependent on the credit provider's ability to fulfill its contractual obligations.

To the extent the Fund engages in option overwriting, it may receive less total return in certain periods and in other periods greater total return from its option overwriting strategy.

The use of dividend capture strategies will expose the Fund to increased trading costs and potential for capital loss or gain, particularly in the event of significant short-term price movements of stocks subject to dividend capture trading, and resultant dividends may not be qualified dividends eligible to individuals for reduced federal income tax rates.

Closed-end funds, unlike open-end funds, are not continuously offered. After being issued during a one-time-only public offering, shares of closed-end funds are sold in the open market through a securities exchange. Net asset value (NAV) is calculated by subtracting total liabilities by total assets, then dividing by the number of shares outstanding. At the time of sale, your shares may have a market price that is above or below NAV, and may be worth more or less than your original investment.

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Performance summary

**Delaware Enhanced Global Dividend and Income Fund**

The Fund may make distributions of ordinary income and capital gains at calendar year end. Those distributions temporarily cause extraordinarily high yields. There is no assurance that a Fund will repeat that yield in the future. Subsequent monthly distributions that do not include ordinary income or capital gains in the form of dividends will likely be lower.

The Fund performance table and the Performance of a \$10,000 investment graph do not reflect the deduction of taxes the shareholder would pay on Fund distributions or redemptions of Fund shares.

Returns reflect the reinvestment of all distributions. Dividends and distributions, if any, are assumed, for the purpose of this calculation to be reinvested at prices obtained under the Fund's dividend reinvestment policy. Shares of the Fund were initially offered with a sales charge of 4.50%. Performance since inception does not include the sales charge or any other brokerage commission for purchases made since inception.

**Past performance is not a guarantee of future results.**

**Fund basics**

As of November 30, 2018

<b>Fund objectives</b>	<b>Fund start date</b>
The Fund's primary investment objective is to seek current income. Capital appreciation is a secondary objective.	June 29, 2007
<b>Total Fund net assets</b>	<b>NYSE symbol</b>
\$138 million	DEX
<b>Number of holdings</b>	
465	

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**Market price versus net asset value** (see notes below and on next page)

November 30, 2017 through November 30, 2018

	<b>Starting value (Nov. 30, 2017)</b>	<b>Ending value (Nov. 30, 2018)</b>
Delaware Enhanced Global Dividend and Income Fund @ NAV	\$13.08	\$10.88
Delaware Enhanced Global Dividend and Income Fund @ market price	\$11.98	\$9.60

**Past performance is not a guarantee of future results.**

**Performance of a \$10,000 investment**

Average annual total returns from November 30, 2008 through November 30, 2018

	<b>Starting value (Nov. 30, 2008)</b>	<b>Ending value (Nov. 30, 2018)</b>
Delaware Enhanced Global Dividend and Income Fund @ market price	\$10,000	\$39,708
Lipper Closed-end Global Funds Average @ market price	\$10,000	\$32,437
Delaware Enhanced Global Dividend and Income Fund @ NAV	\$10,000	

\$31,057

Lipper Closed-end Global Funds Average @ NAV

\$10,000

\$23,247

The Performance of a \$10,000 investment graph assumes \$10,000 invested in the Fund on Nov. 30, 2008, and includes the reinvestment of all distributions at market value. The graph assumes \$10,000 invested in the Lipper Closed-end Global Funds Average at market price and at NAV.

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Performance summary

### **Delaware Enhanced Global Dividend and Income Fund**

Performance of the Fund and the Lipper class at market value is based on market performance during the period. Performance of the Fund and Lipper class at NAV is based on the fluctuations in NAV during the period. Delaware Enhanced Global Dividend and Income Fund was initially offered with a sales charge of 4.50%. For market price, performance shown in both graphs above does not include fees, the initial sales charge, or any brokerage commissions for purchases. For NAV, performance shown in both graphs above includes fees, but does not include the initial sales charge or any brokerage commissions for purchases. Investments in the Fund are not available at NAV.

The Lipper Closed-end Global Funds Average represents the average return of closed-end funds that invest at least 25% of their portfolio in securities traded outside of the United States and that may own US securities as well (source: Lipper).

The Russell 1000 Value Index, mentioned on page 1, measures the performance of the large-cap value segment of the US equity universe. It includes those Russell 1000 companies with lower price-to-book ratios and lower forecasted growth values.

The MSCI EAFE (Europe, Australasia, Far East) Index, mentioned on page 1, is a free float-adjusted market capitalization weighted index designed to measure equity market performance of developed markets, excluding the United States and Canada. Index net return approximates the minimum possible dividend reinvestment, after deduction of withholding tax at the highest possible rate.

The J.P. Morgan Emerging Markets Bond Index (EMBI) Global Diversified Index, mentioned on page 1, tracks total returns for US dollar-denominated debt instruments issued by emerging market sovereign and quasi-sovereign entities, including Brady bonds, loans, and Eurobonds, and limits the weights of the index countries by only including a specified portion of those countries' eligible current face amounts of debt outstanding.

The ICE BofAML US Convertible Index (formerly known as the BofA Merrill Lynch All US Convertibles Index), mentioned on page 1, tracks the performance of publicly issued US dollar-denominated convertible securities of US companies. Qualifying securities must have at least \$50 million face amount outstanding and at least one month remaining to the final conversion date.

The FTSE NAREIT Equity REITs Index, mentioned on page 1, measures the performance of all publicly traded equity real estate investment trusts (REITs) traded on US exchanges, excluding timber and infrastructure REITs.

The FTSE EPRA/NAREIT Developed Index, mentioned on page 1, tracks the performance of listed real estate companies and real estate investment trusts (REITs) worldwide, based in US dollars.

The Bloomberg Barclays US Corporate High-Yield Index, mentioned on page 1, is composed of US dollar-denominated, non-investment-grade corporate bonds for which the middle rating among Moody's Investors Service, Inc., Fitch, Inc., and Standard & Poor's is Ba1/BB+/BB+ or below.

The Bloomberg Barclays US Aggregate Index, mentioned on page 1, is a broad composite that tracks the investment grade domestic bond market.

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Market price is the price an investor would pay for shares of the Fund on the secondary market. NAV is the total value of one fund share, generally equal to a fund's net assets divided by the number of shares outstanding.

**Past performance is not a guarantee of future results.**

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Security type / sector and country allocations

**Delaware Enhanced Global Dividend and Income Fund**

As of November 30, 2018 (Unaudited)

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.

Security type / sector	Percentage of net assets
<b>Common Stock</b>	<b>66.71%</b>
Communication Services	4.26%
Consumer Discretionary	10.39%
Consumer Staples	5.50%
Diversified REITs	0.72%
Energy	4.64%
Financials	12.72%
Healthcare	9.11%
Healthcare REITs	0.04%
Hotel REITs	0.49%
Industrials	10.91%
Information Technology	3.30%
Mall REITs	0.03%
Materials	2.13%
Multifamily REITs	0.59%
Office REITs	0.14%
Shopping Center REITs	0.04%
Single Tenant REIT	0.07%
Utilities	1.63%
<b>Convertible Preferred Stock</b>	<b>3.13%</b>
<b>Exchange-Traded Fund</b>	<b>0.01%</b>
<b>Limited Partnerships</b>	<b>1.56%</b>
<b>Agency Commercial Mortgage-Backed Securities</b>	<b>0.02%</b>
<b>Agency Mortgage-Backed Securities</b>	<b>0.02%</b>
<b>Convertible Bonds</b>	<b>17.44%</b>



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Brokerage	0.58%
Capital Goods	2.67%
Communications	1.32%
Consumer Cyclical	0.78%
Consumer Non-Cyclical	3.22%
Electric	1.00%
Energy	1.93%
Financials	0.71%
Industrials	0.53%
Real Estate Investment Trusts	0.65%
Technology	3.51%
Telecommunications	0.54%
<b>Corporate Bonds</b>	<b>53.42%</b>
Banking	2.14%
Basic Industry	7.98%
Brokerage	0.30%
Capital Goods	1.90%
	Percentage
Security type / sector	of net assets
Consumer Cyclical	3.20%
Consumer Non-Cyclical	2.05%
Electric	0.42%
Energy	10.19%
Financials	0.28%
Healthcare	4.39%
Insurance	0.92%
Media	5.74%
Real Estate Investment Trusts	2.40%
Services	2.72%
Technology	2.68%
Telecommunications	3.50%
Transportation	0.87%
Utilities	1.74%
<b>Non-Agency Asset-Backed Security</b>	<b>0.07%</b>
<b>Regional Bond</b>	<b>0.28%</b>
<b>Sovereign Bonds</b>	<b>1.56%</b>
<b>US Treasury Obligations</b>	<b>1.31%</b>
<b>Leveraged Non-Recourse Security</b>	<b>0.00%</b>

<b>Preferred Stock</b>	<b>0.64%</b>
<b>Warrant</b>	<b>0.00%</b>
<b>Short-Term Investments</b>	<b>0.45%</b>
<b>Total Value of Securities</b>	<b>146.62%</b>
<b>Borrowing Under Line of Credit</b>	<b>(47.59%)</b>
<b>Receivables and Other Assets Net of Liabilities</b>	<b>0.97%</b>
<b>Total Net Assets</b>	<b>100.00%</b>

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Security type / sector and country allocations

**Delaware Enhanced Global Dividend and Income Fund**

Country*	Percentage of net assets
Argentina	1.14%
Australia	0.24%
Austria	0.48%
Belgium	0.04%
Brazil	0.37%
Canada	2.70%
Cayman Islands	0.84%
China/Hong Kong	2.65%
Denmark	0.77%
Finland	1.62%
France	10.10%
Germany	2.47%
Indonesia	2.19%
Ireland	0.24%
Israel	0.34%
Italy	1.53%
Jamaica	0.35%
Japan	9.91%
Luxembourg	0.69%
Mexico	0.98%
Netherlands	4.35%
Panama	0.24%
Puerto Rico	0.48%
Republic of Korea	1.08%
Russia	0.49%
Singapore	0.48%
Spain	0.90%
Sweden	1.16%
Switzerland	2.53%
Turkey	0.35%
United Arab Emirates	0.50%
United Kingdom	11.12%
United States	82.84%

**Total** **146.17%**

\* Allocation includes all investments except for short-term investments.

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The percentage of net assets exceeds 100.00% because the Fund utilizes a line of credit with The Bank of New York Mellon, as described in Note 7 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.

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Schedule of investments

**Delaware Enhanced Global Dividend and Income Fund**

November 30, 2018

	<b>Number of shares</b>	<b>Value (US \$)</b>
<b>Common Stock 66.71%</b>		
Communication Services 4.26%		
AT&T	27,900	\$ 871,596
Century Communications =	125,000	0
Mobile TeleSystems PJSC ADR	91,900	680,979
Nippon Telegraph & Telephone Tele2 Class B	43,802	1,806,878
Verizon Communications	127,176	1,592,826
	15,200	916,560
		5,868,839
Consumer Discretionary 10.39%		
Bayerische MotorenWerke	18,364	1,507,929
Cie Generale des Etablissements Michelin	14,739	1,544,515
Ford Motor	65,400	615,414
Kering	3,306	1,439,044
Nitori Holdings	1,308	175,395
Playtech	268,056	1,517,939
Publicis Groupe	10,226	607,411
Target	7,200	510,912
Techtronic Industries	265,000	1,437,158
Toyota Motor	29,305	1,771,528
Valeo	21,752	620,745
Whirlpool	3,200	403,616
Yue Yuen Industrial Holdings	742,500	2,163,700
		14,315,306
Consumer Staples 5.50%		
Archer-Daniels-Midland	7,500	345,150
British American Tobacco ADR	11,140	388,452
Carlsberg Class B	9,526	1,056,385
Coca-Cola Amatil	52,110	329,127
Imperial Brands	80,864	2,492,562
Kimberly-Clark	3,400	392,258

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Kraft Heinz	7,000	357,840
Matsumotokiyoshi Holdings	35,300	1,315,473
Mondelez International Class A	8,800	395,824
Procter & Gamble	5,400	510,354

7,583,425

Diversified REITs 0.72%

Tritax EuroBox 144A #	800,196	987,433
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987,433

Energy 4.64%

Chevron	4,200	499,548
Occidental Petroleum	12,400	871,348
Royal Dutch Shell ADR Class B	11,200	694,736

**Value**

**Number of  
shares**

**(US \$)**

**Common Stock** (continued)

Energy (continued)

Suncor Energy	41,300	\$ 1,331,646
TOTAL	32,564	1,811,202
TOTAL ADR	12,600	700,686
Williams	18,900	478,548

6,387,714

Financials 12.72%

American International Group	16,900	730,925
Arthur J Gallagher & Co.	4,900	377,643
Ashford	632	42,344
AXA	83,376	2,030,390
Banco Santander	260,320	1,236,632
Bank of New York Mellon	10,200	523,362
Bank Rakyat Indonesia Persero	8,143,200	2,066,581
BB&T	17,300	884,030
ING Groep	125,045	1,514,509
Mitsubishi UFJ Financial Group	324,328	1,774,531
Nordea Bank	212,355	1,885,963
Nordea Bank FDR	38,351	342,865
Standard Chartered	198,927	1,551,821
UniCredit	90,717	1,170,941
United Overseas Bank	36,200	664,684
Wells Fargo & Co.	13,600	738,208

17,535,429

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Healthcare	9.11%		
AbbVie		7,000	659,890
Amgen		1,900	395,675
AstraZeneca ADR		18,900	752,598
Brookdale Senior Living		212,021	1,812,780
Cardinal Health		10,400	570,232
CVS Health		4,700	376,940
Johnson & Johnson		3,900	572,910
Koninklijke Philips		39,311	1,490,669
Merck & Co.		12,500	991,750
Novartis		29,972	2,736,486
Pfizer		20,860	964,358
Sanofi		13,611	1,233,977
			12,558,265
Healthcare REITs	0.04%		
Assura		42,236	28,739
Sabra Health Care REIT		1,108	21,373
			50,112
Hotel REITs	0.49%		
Ashford Hospitality Trust		55,000	272,250

(continues)

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Schedule of investments

**Delaware Enhanced Global Dividend and Income Fund**

	<b>Number of shares</b>	<b>Value (US \$)</b>
<b>Common Stock</b> (continued)		
Hotel REITs (continued)		
Braemar Hotels & Resorts	13,251	\$ 125,885
Hospitality Properties Trust	10,500	281,820
		679,955
Industrials 10.91%		
Copa Holdings Class A	3,900	331,617
Deutsche Post	59,403	1,898,697
East Japan Railway	8,161	742,450
ITOCHU	145,502	2,589,897
Leonardo	55,012	544,067
Lockheed Martin	1,600	480,688
Meggitt	223,467	1,481,511
MINEBEA MITSUMI	142,200	2,321,025
Rexel	23,829	286,238
Teleperformance	7,397	1,226,172
United Technologies	2,900	353,336
Vinci	22,941	2,001,827
Waste Management	8,300	778,125
		15,035,650
Information Technology 3.30%		
Canon ADR	12,600	356,454
Cisco Systems	16,000	765,920
Hitachi	22,900	666,882
Intel	15,100	744,581
International Business Machines	4,200	521,934
Samsung Electronics	39,817	1,491,989
		4,547,760
Mall REITs 0.03%		



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Simon Property Group	249	46,237
		46,237
<b>Materials 2.13%</b>		
DowDuPont	12,500	723,125
Rio Tinto	48,505	2,216,782
		2,939,907
<b>Multifamily REITs 0.59%</b>		
Equity Residential	11,400	812,250
		812,250
<b>Office REITs 0.14%</b>		
Interinvest Offices & Warehouses	2,500	57,171
Kenedix Office Investment	20	131,433
		188,604
<b>Shopping Center REITs 0.04%</b>		
Link REIT	6,000	57,268
		57,268
	<b>Number of</b>	<b>Value</b>
	<b>shares</b>	<b>(US \$)</b>
<b>Common Stock (continued)</b>		
<b>Single Tenant REIT 0.07%</b>		
STORE Capital	3,147	\$ 94,284
		94,284
<b>Utilities 1.63%</b>		
Edison International	5,300	293,196
National Grid	139,030	1,484,145
National Grid ADR	8,875	474,369
		2,251,710
<b>Total Common Stock</b> (cost \$91,269,509)		<b>91,940,148</b>
<b>Convertible Preferred Stock 3.13%</b>		

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A Schulman 6.00% exercise price \$52.33 y	973	1,004,623
AMG Capital Trust II 5.15% exercise price \$198.02, maturity date 10/15/37	14,324	755,677
Bank of America 7.25% exercise price \$50.00 y	728	931,840
El Paso Energy Capital Trust I 4.75% exercise price \$34.49, maturity date 3/31/28	22,617	1,000,350
QTS Realty Trust 6.50% exercise price \$47.03 y	5,952	604,068
SITE Centers 6.50% exercise price \$25.00 y	946	21,758

**Total Convertible Preferred Stock**

(cost \$4,258,777)

**4,318,316**

**Exchange-Traded Fund 0.01%**

iPATH S&P 500 VIX		
Short-Term Futures ETN	390	13,451

**Total Exchange-Traded Fund**

(cost \$1,176,115)

**13,451**

**Limited Partnerships 1.56%**

Merion Champion sWalk =p	1,059,504	1,006,528
Merion Countryside =p	780,938	1,150,009

**Total Limited Partnerships**

(cost \$1,594,814)

**2,156,537**

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	<b>Principal amount<sup>o</sup></b>	<b>Value (US \$)</b>
<b>Agency Commercial Mortgage-Backed Securities 0.02%</b>		
FREMFI Mortgage Trust Series 2011-K15 B 144A		
5.116% 8/25/44 #	10,000	\$ 10,336
Series 2012-K22 B 144A		
3.812% 8/25/45 #	10,000	10,020
<b>Total Agency Commercial Mortgage-Backed Securities</b> (cost \$21,214)		<b>20,356</b>
<b>Agency Mortgage-Backed Securities 0.02%</b>		
Fannie Mae ARM		
3.879% (LIBOR12M +		
1.754%, Cap 11.211%)		
4/1/36	8,488	8,880
4.471% (LIBOR12M +		
1.69%, Cap 10.122%)		
11/1/35	3,490	3,655
Fannie Mae S.F. 30 yr		
5.00% 6/1/44	3,444	3,661
6.00% 6/1/41	1,908	2,086
6.00% 7/1/41	5,635	6,166

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Freddie Mac S.F. 30 yr 5.50% 6/1/41	1,909	2,076
GNMA II S.F. 30 yr 6.00% 2/20/40	2,148	2,294
<b>Total Agency Mortgage-Backed Securities</b> (cost \$28,730)		<b>28,818</b>

**Convertible Bonds 17.44%**

Brokerage 0.58%		
GAIN Capital Holdings 5.00% exercise price \$8.20, maturity date 8/15/22	709,000	797,625
		797,625

**Capital Goods 2.67%**

Aerojet Rocketdyne Holdings 2.25% exercise price \$26.00, maturity date 12/15/23	193,000	283,710
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