

DUFF & PHELPS UTILITY & CORPORATE BOND TRUST INC

Form N-Q

November 17, 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 811-07358

**Duff & Phelps Utility and Corporate
Bond Trust 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
Duff & Phelps Utility and Corporate Bond Trust Inc.
200 South Wacker Drive, Suite 500
Chicago, Illinois 60606

Lawrence R. Hamilton, Esq.
Mayer Brown LLP
71 South Wacker Drive
Chicago, Illinois 60606

(Name and address of agents for service)

Registrant's telephone number, including area code: (800) 338-8214

Date of fiscal year end: December 31

Date of reporting period: September 30, 2014

ITEM 1. SCHEDULE OF INVESTMENTS.

See the Statement of Net Assets below.

DUFF & PHELPS UTILITY AND CORPORATE BOND TRUST INC.

STATEMENT OF NET ASSETS

September 30, 2014

(Unaudited)

Principal Amount		Description	Value
(000)			(Note 1)
LONG-TERM INVESTMENTS - 134.4%			
Corporate Bonds - 133.3%			
Utilities - 84.2%			
\$ 10,000		CalEnergy Company, Inc., 8.48%, 9/15/28 (a)(b)	\$ 14,587,350
5,000		CenterPoint Energy Resources Corp., 6.00%, 5/15/18 (a)	5,665,710
10,713		The Cleveland Electric Illuminating Company, 8.875%, 11/15/18 (a)(b)	13,401,749
5,000		Commonwealth Edison Company, 6.95%, 7/15/18 (a)	5,830,895
5,000		Consolidated Edison Company of New York Inc., 5.85%, 4/01/18 (a)	5,683,955
5,000		Dominion Resources, Inc., 5.15%, 7/15/15 (a)	5,172,545
8,000		EQT Corporation, 8.125%, 6/01/19 (a)	9,808,528
10,000		Entergy Texas, Inc., 7.125%, 2/01/19 (a)(b)	11,951,630
5,000		Enterprise Products Operating LLC, 6.50%, 1/31/19 (a)	5,863,125
5,475		Exelon Generation Company, LLC, 6.20%, 10/01/17 (a)(b)	6,160,749
7,750		FPL Group Capital Inc., 7.875%, 12/15/15 (a)(b)	8,404,348
10,000		Hydro-Quebec, 7.50%, 4/01/16 (Canada) (a)	10,959,340
8,115		Indiana Michigan Power Company, 7.00%, 3/15/19 (a)(b)	9,708,267
5,000		Kinder Morgan Energy Partners, L.P., 7.75%, 3/15/32 (a)	6,291,290
3,500		Magellan Midstream Energy Partners, L.P., 6.40%, 7/15/18	4,062,747
5,000		Magellan Midstream Energy Partners, L.P., 6.55%, 7/15/19 (a)	5,881,010
7,000		National Fuel Gas Company, 6.50%, 4/15/18 (a)(b)	8,015,882
6,000		National Grid PLC, 6.30%, 8/01/16 (United Kingdom)	6,577,548
5,000		Nevada Power Company, 7.125%, 3/15/19	6,034,770
5,000		Oncor Electric Delivery Company, LLC, 7.00%, 9/01/22 (a)	6,321,375

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9,441	ONEOK Partners, L.P., 6.15%, 10/01/16 (a)(b)	10,360,449
5,230	PPL Energy Supply LLC, 6.50%, 5/01/18	5,680,695
5,000	PSEG Power LLC, 5.32%, 9/15/16 (a)	5,410,210
4,000	Plains All American Pipeline, L.P., 5.00%, 2/01/21	4,441,292
10,000	Progress Energy, Inc., 7.05%, 3/15/19 (a)(b)	12,000,780

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

DUFF & PHELPS UTILITY AND CORPORATE BOND TRUST INC.

STATEMENT OF NET ASSETS (Continued)

September 30, 2014

(Unaudited)

Principal Amount		Description	Value
(000)			(Note 1)
\$ 8,000		Sempra Energy, 6.15%, 6/15/18 (a)(b)	\$ 9,146,432
7,785		South Carolina Electric & Gas Company, 6.50%, 11/01/18 (a)(b)	9,168,823
7,000		Spectra Energy Capital LLC, 6.20%, 4/15/18 (a)	7,917,693
10,000		Trans-Canada PipeLines Limited, 9.875%, 1/01/21 (Canada) (a)(b)	13,864,900
8,571		Williams Partners L.P., 7.25%, 2/01/17 (a)(b)	9,657,383
5,000		Xcel Energy, Inc., 5.613%, 4/01/17 (a)	5,507,405
			249,538,875
		Financial - 29.7%	
5,000		American Express Company, 6.15%, 8/28/17 (a)	5,633,190
5,000		Bank of America Corporation, 6.50%, 8/01/16 (a)	5,459,630
5,000		Duke Realty Limited Partnership, 6.75%, 3/15/20 (a)	5,907,785
5,000		The Goldman Sachs Group, Inc., 5.50%, 11/15/14 (a)	5,031,745
5,000		HCP, Inc., 6.00%, 1/30/17	5,525,580
4,000		Health Care REIT, Inc., 6.125%, 4/15/20	4,631,676
5,000		JPMorgan Chase & Co., 6.00%, 1/15/18	5,630,140
4,000		KeyCorp., 5.10%, 3/24/21 (a)	4,461,616
5,000		Kimco Realty Corporation, 5.584%, 11/23/15 (a)	5,262,565
5,000		Liberty Property L.P., 5.125%, 3/02/15	5,089,570
5,000		Mack-Cali Realty L.P., 5.125%, 1/15/15	5,061,855
6,000		Morgan Stanley, 6.00%, 4/28/15 (a)	6,185,754
5,000		National City Corporation, 6.875%, 5/15/19 (a)	5,930,535
6,000		Realty Income Corporation,	

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	6.75%, 8/15/19 (a)	7,091,112
4,000	Regency Centers, L.P.,	
	4.80%, 4/15/21	4,361,584
6,000	Wachovia Bank NA,	
	6.00%, 11/15/17 (a)	6,774,186
		88,038,523

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

DUFF & PHELPS UTILITY AND CORPORATE BOND TRUST INC.**STATEMENT OF NET ASSETS (Continued)****September 30, 2014****(Unaudited)**

Principal Amount		Description	Value
(000)			(Note 1)
Industrial - 16.2%			
\$ 3,000		CSX Corporation, 4.25%, 6/01/21	\$ 3,260,145
6,000		The Dow Chemical Company, 9.00%, 4/01/21	7,793,640
5,000		Sun Company, Inc., 9.00%, 11/01/24	6,414,932
5,275		Tele-Communications, Inc., 10.125%, 4/15/22 (a)(b)	7,328,204
3,200		Tele-Communications, Inc., 9.875%, 6/15/22 (a)	4,385,725
5,000		Time Warner, Inc., 9.15%, 2/01/23	6,756,100
5,000		Wal-Mart Stores, Inc., 6.75%, 10/15/23	6,386,215
5,000		Xerox Corporation, 6.35%, 5/15/18	5,717,835
			48,042,796
Telecommunications - 3.2%			
6,000		Rogers Wireless Inc., 7.50%, 3/15/15 (Canada) (a)(b)	6,189,222
3,000		Verizon Communications Inc., 6.35%, 4/01/19	3,492,579
			9,681,801
		Total Corporate Bonds (Cost \$393,552,194)	395,301,995
Asset-Backed Securities - 0.5%			
1,347		Detroit Edison Securitization Funding LLC 2001-1 A6, 6.62%, 3/01/16	1,382,215
		Total Asset-Backed Securities (Cost \$1,596,462)	1,382,215

Shares**Non-Convertible Preferred Stock - 0.4%**

Financial - 0.4%		
50,000	Vornado Realty Trust, Series I, 6.625%	1,275,000
Total Non-Convertible Preferred Stock (Cost \$1,175,000)		
		1,275,000

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

DUFF & PHELPS UTILITY AND CORPORATE BOND TRUST INC.**STATEMENT OF NET ASSETS (Continued)****September 30, 2014****(Unaudited)**

Principal Amount		Description	Value
(000)			(Note 1)
U.S. Government and Agency Mortgage-Backed Securities - 0.2%			
		Federal National Mortgage Association, Pass-Through Certificates,	
\$ 101		8.00%, 10/01/30	\$ 123,128
361		7.00%, 12/01/31	430,333
		Government National Mortgage Association Pass-Through Certificates,	
6		7.00%, 3/15/26	5,692
33		8.00%, 11/15/30	36,306
30		8.00%, 2/15/31	30,556
		Total U.S. Government and Agency Mortgage-Backed Securities (Cost \$545,850)	626,015
		TOTAL INVESTMENTS - 134.4%	
		(Cost \$396,869,506)	398,585,225
		Other assets in excess of liabilities - 7.7%	22,870,246
		Borrowings - (42.1%)	(125,000,000)
		NET ASSETS APPLICABLE TO COMMON STOCK -100.0%	\$ 296,455,471

(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.

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

DUFF & PHELPS UTILITY AND CORPORATE BOND TRUST INC.**STATEMENT OF NET ASSETS (Continued)****September 30, 2014****(Unaudited)****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 September 30, 2014:

	Level 1	Level 2
Corporate bonds		\$ 395,301,995
Asset-backed securities		1,382,215
Non-convertible preferred stock	\$ 1,275,000	
U.S. Government and Agency mortgage-backed securities		626,015
Total	\$ 1,275,000	\$ 397,310,225

There were no Level 3 priced securities held and there were no transfers between Level 1 and Level 2 related to securities held at September 30, 2014.

Note 2. Federal Tax Cost

At December 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 Depreciation
\$407,982,461	\$11,332,157	(\$11,567,775)	(\$235,618)

The difference between the book basis and tax basis of unrealized appreciation (depreciation) and cost of investments is primarily attributable to the difference between book and tax amortization methods for premiums and discounts on fixed income securities.

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Other information regarding the Fund is available on the Fund's website at www.ducfund.com or the Securities and Exchange Commission's website at www.sec.gov.

ITEM 2. CONTROLS AND PROCEDURES.

(a) 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 "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.

(b) There has been no change in the registrant's internal control over financial reporting (as defined in Rule 30a-3(d) 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) DUFF & PHELPS UTILITY AND
CORPORATE BOND TRUST INC.

By (Signature and Title) /s/ NATHAN I. PARTAIN

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

Date November 17, 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 November 17, 2014

By (Signature and Title) /s/ ALAN M. MEDER

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

Date November 17, 2014