

Edgar Filing: Small Cap Premium & Dividend Income Fund, Inc. - Form N-Q

Small Cap Premium & Dividend Income Fund, Inc.  
Form N-Q  
November 28, 2007

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 811-21746

Name of Fund: Small Cap Premium and Dividend Income Fund Inc. (RCC)

Fund Address: P.O. Box 9011  
Princeton, NJ 08543-9011

Name and address of agent for service: Mitchell M. Cox, Chief Executive  
Officer, Small Cap Premium and Dividend Income Fund Inc., 4 World  
Financial Center, 6th Floor, New York, New York 10080.

Registrant's telephone number, including area code: (212) 449-4742

Date of fiscal year end: 12/31/2007

Date of reporting period: 07/01/2007 - 09/30/2007

Item 1 - Schedule of Investments

Small Cap Premium & Dividend Income Fund Inc.  
Schedule of Investments as of September 30, 2007 (Unaudited)

| Industry                    | Shares<br>Held | Common Stocks                     |
|-----------------------------|----------------|-----------------------------------|
| Advertising Agencies - 0.4% | 6,700          | Catalina Marketing Corp. (a)      |
|                             | 2,900          | DG FastChannel, Inc. (a)          |
|                             | 2,600          | Greenfield Online, Inc. (a)       |
|                             | 5,100          | inVentiv Health, Inc. (a)         |
|                             | 4,000          | Marchex, Inc. Class B             |
|                             | 6,800          | National CineMedia, Inc.          |
|                             | 7,800          | Valassis Communications, Inc. (a) |
|                             | 16,230         | ValueClick, Inc. (a)              |
| Aerospace - 0.7%            | 500            | AeroVironment, Inc. (a)           |
|                             | 2,100          | Argon ST, Inc. (a)                |
|                             | 7,200          | Curtiss-Wright Corp.              |
|                             | 4,200          | Heico Corp.                       |
|                             | 2,500          | Ladish Co., Inc. (a)              |
|                             | 1,500          | MTC Technologies, Inc. (a)        |
|                             | 6,500          | Moog, Inc. Class A (a)            |

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|                                 |        |  |
|---------------------------------|--------|--|
|                                 | 9,700  | Orbital Sciences Corp. (a)               |
|                                 | 5,700  | Teledyne Technologies, Inc. (a)          |
|                                 | 1,500  | TransDigm Group, Inc. (a)                |
|                                 | 1,700  | United Industrial Corp.                  |
| -----                           |        |  |
| Agriculture, Fishing & Ranching | 600    | Alico, Inc.                              |
| - 0.1%                          | 2,500  | The Andersons, Inc.                      |
|                                 | 1,100  | Cadiz, Inc. (a)                          |
| -----                           |        |  |
| Air Transport - 0.7%            | 6,400  | AAR Corp. (a) (c)                        |
|                                 | 9,600  | ABX Air, Inc. (a)                        |
|                                 | 14,900 | AirTran Holdings, Inc. (a)               |
|                                 | 6,900  | Alaska Air Group, Inc. (a)               |
|                                 | 300    | Allegiant Travel Co. (a)                 |
|                                 | 2,600  | Atlas Air Worldwide Holdings, Inc. (a)   |
|                                 | 3,800  | Bristow Group, Inc. (a)                  |
|                                 | 8,600  | ExpressJet Holdings, Inc. (a)            |
|                                 | 29,100 | JetBlue Airways Corp. (a)                |
|                                 | 2,900  | Midwest Air Group, Inc. (a)              |
|                                 | 2,600  | PHI, Inc. (a)                            |
|                                 | 2,300  | Pinnacle Airlines Corp. (a)              |
|                                 | 5,700  | Republic Airways Holdings, Inc. (a)      |
|                                 | 11,200 | SkyWest, Inc.                            |
| -----                           |        |  |
| Aluminum - 0.2%                 | 4,710  | Century Aluminum Co. (a)                 |
|                                 | 2,200  | Kaiser Aluminum Corp.                    |
| -----                           |        |  |
| Auto Parts: After Market - 0.1% | 3,600  | Aftermarket Technology Corp. (a)         |
|                                 | 3,500  | Commercial Vehicle Group, Inc. (a)       |
|                                 | 2,700  | Keystone Automotive Industries, Inc. (a) |
|                                 | 1,400  | Standard Motor Products, Inc.            |
|                                 | 4,000  | Superior Industries International, Inc.  |
| -----                           |        |  |

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| Industry                       | Shares<br>Held | Common Stocks                                |
|--------------------------------|----------------|--|
| -----                          |                |  |
| Auto Parts: Original Equipment | 7,300          | American Axle & Manufacturing Holdings, Inc. |
| - 0.5%                         | 2,600          | Amerigon Inc. (a)                            |
|                                | 11,600         | ArvinMeritor, Inc.                           |
|                                | 16,300         | Hayes Lemmerz International, Inc. (a)        |
|                                | 12,470         | Lear Corp. (a)                               |
|                                | 2,650          | Noble International Ltd.                     |

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|        |                      |
|--------|----------------------|
| 1,300  | Sauer-Danfoss, Inc.  |
| 1,000  | Stoneridge, Inc. (a) |
| 7,700  | Tenneco, Inc. (a)    |
| 21,100 | Visteon Corp. (a)    |

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|                             |        |                             |
|-----------------------------|--------|-----------------------------|
| Auto, Trucks & Parts - 0.2% | 3,300  | Accuride Corp. (a)          |
|                             | 10,400 | Force Protection, Inc. (a)  |
|                             | 1,500  | Miller Industries, Inc. (a) |
|                             | 5,300  | Modine Manufacturing Co.    |
|                             | 4,500  | Spartan Motors, Inc.        |
|                             | 5,200  | Wabash National Corp.       |

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|                             |       |                    |
|-----------------------------|-------|--------------------|
| Banks: New York City - 0.1% | 4,800 | Signature Bank (a) |
|-----------------------------|-------|--------------------|

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|  |        |  |
|--|--------|--|
| Banks: Outside New York City<br>- 5.3% | 2,100  | 1st Source Corp.                               |
|  | 2,600  | Alabama National Bancorp.                      |
|  | 3,800  | Amcore Financial, Inc.                         |
|  | 2,800  | AmericanWest Bancorp                           |
|  | 2,200  | Ameris Bancorp                                 |
|  | 1,200  | Bancfirst Corp.                                |
|  | 3,300  | Banco Latinoamericano de Exportaciones, SA 'E' |
|  | 2,000  | The Bancorp, Inc. (a)                          |
|  | 2,000  | Bank of the Ozarks, Inc.                       |
|  | 3,800  | BankFinancial Corp.                            |
|  | 2,100  | Banner Corp.                                   |
|  | 6,200  | Boston Private Financial Holdings, Inc.        |
|  | 10,842 | CVB Financial Corp.                            |
|  | 2,100  | Capital City Bank Group, Inc.                  |
|  | 1,600  | Capital Corp. of the West                      |
|  | 2,300  | Capitol Bancorp Ltd.                           |
|  | 4,700  | Cascade Bancorp                                |
|  | 8,300  | Cathay General Bancorp                         |
|  | 9,000  | Centennial Bank Holdings, Inc. (a)             |
|  | 2,100  | Center Financial Corp.                         |
|  | 5,000  | Central Pacific Financial Corp.                |
|  | 4,000  | Chemical Financial Corp.                       |
|  | 7,500  | Chittenden Corp.                               |
|  | 12,300 | Citizens Banking Corp.                         |
|  | 3,100  | City Holding Co.                               |
|  | 2,100  | CityBank                                       |
|  | 500    | Clifton Savings Bancorp, Inc.                  |
|  | 2,600  | CoBiz Financial, Inc.                          |
|  | 2,700  | Columbia Banking System, Inc.                  |
|  | 1,700  | Community Bancorp (a)                          |
|  | 4,900  | Community Bank System, Inc.                    |
|  | 4,030  | Community Banks, Inc.                          |

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| Industry | Shares<br>Held | Common Stocks |
|----------|----------------|---------------|
|----------|----------------|---------------|

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|        |                                     |
|--------|-------------------------------------|
| 2,600  | Community Trust Bancorp, Inc.       |
| 6,300  | Corus Bankshares, Inc.              |
| 1,700  | Enterprise Financial Services Corp. |
| 12,300 | First BanCorp                       |
| 1,600  | First Bancorp                       |
| 2,200  | First Busey Corp.                   |
| 5,500  | First Charter Corp.                 |
| 12,000 | First Commonwealth Financial Corp.  |
| 4,229  | First Community Bancorp, Inc.       |
| 1,600  | First Community Bancshares, Inc.    |
| 5,400  | First Financial Bancorp             |
| 3,400  | First Financial Bankshares, Inc.    |
| 2,700  | First Financial Corp.               |
| 3,000  | First Merchants Corp.               |
| 8,800  | First Midwest Bancorp, Inc.         |
| 1,400  | First Regional Bancorp (a)          |
| 1,350  | First South Bancorp, Inc.           |
| 3,300  | First State Bancorp.                |
| 13,100 | FirstMerit Corp.                    |
| 4,100  | Franklin Bank Corp. (a)             |
| 6,350  | Frontier Financial Corp.            |
| 8,550  | Glacier Bancorp, Inc.               |
| 8,800  | Greater Bay Bancorp                 |
| 1,400  | Greene County Bancshares, Inc.      |
| 4,400  | Hancock Holding Co.                 |
| 6,800  | Hanmi Financial Corp.               |
| 5,103  | Harleysville National Corp.         |
| 2,100  | Heartland Financial USA, Inc.       |
| 1,900  | Heritage Commerce Corp.             |
| 791    | Home Bancshares, Inc.               |
| 2,600  | Independent Bank Corp./MA           |
| 4,005  | Independent Bank Corp./MI           |
| 3,400  | Integra Bank Corp.                  |
| 8,326  | International Bancshares Corp.      |
| 8,300  | Investors Bancorp, Inc. (a)         |
| 3,600  | Irwin Financial Corp.               |
| 2,730  | Lakeland Bancorp, Inc.              |
| 2,000  | Lakeland Financial Corp.            |
| 5,277  | MB Financial, Inc.                  |
| 2,477  | Macatawa Bank Corp.                 |
| 3,080  | MainSource Financial Group, Inc.    |
| 2,900  | Midwest Banc Holdings, Inc.         |
| 5,500  | NBT Bancorp, Inc.                   |
| 3,700  | Nara Bancorp, Inc.                  |
| 1      | National City Corp.                 |
| 7,952  | National Penn Bancshares, Inc.      |
| 11,800 | Old National Bancorp                |
| 2,253  | Old Second Bancorp, Inc.            |
| 2,100  | Omega Financial Corp.               |
| 3,700  | Oriental Financial Group            |
| 7,900  | Pacific Capital Bancorp             |

Small Cap Premium & Dividend Income Fund Inc.  
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Shares

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| Industry | Held   | Common Stocks                         |
|----------|--------|---------------------------------------|
|          | 2,000  | Park National Corp.                   |
|          | 1,700  | Peoples Bancorp, Inc.                 |
|          | 2,700  | Pinnacle Financial Partners, Inc. (a) |
|          | 3,100  | Piper Jaffray Cos. (a)                |
|          | 1,450  | Preferred Bank                        |
|          | 3,100  | PrivateBancorp, Inc.                  |
|          | 5,800  | Prosperity Bancshares, Inc.           |
|          | 5,800  | Provident Bankshares Corp.            |
|          | 2,550  | Renasant Corp.                        |
|          | 1,511  | Republic Bancorp, Inc. Class A        |
|          | 4,000  | S&T Bancorp, Inc.                     |
|          | 1,260  | SCBT Financial Corp.                  |
|          | 5,600  | SVB Financial Group (a)               |
|          | 1,785  | SY Bancorp, Inc.                      |
|          | 2,600  | Sandy Spring Bancorp, Inc.            |
|          | 200    | Santander BanCorp                     |
|          | 2,400  | Seacoast Banking Corp. of Florida     |
|          | 2,500  | Security Bank Corp.                   |
|          | 400    | Sierra Bancorp                        |
|          | 2,300  | Simmons First National Corp. Class A  |
|          | 11,000 | The South Financial Group, Inc.       |
|          | 1,782  | Southside Bancshares, Inc.            |
|          | 2,500  | Southwest Bancorp, Inc.               |
|          | 12,100 | Sterling Bancshares, Inc.             |
|          | 4,500  | Sterling Financial Corp.              |
|          | 1,800  | Suffolk Bancorp                       |
|          | 2,390  | Sun Bancorp, Inc. (a)                 |
|          | 4,400  | Superior Bancorp (a)                  |
|          | 8,500  | Susquehanna Bancshares, Inc.          |
|          | 900    | Taylor Capital Group, Inc.            |
|          | 4,100  | Texas Capital Bancshares, Inc. (a)    |
|          | 1,490  | Tompkins Trustco, Inc.                |
|          | 2,300  | Trico Bancshares                      |
|          | 13,200 | TrustCo Bank Corp. NY                 |
|          | 8,200  | Trustmark Corp.                       |
|          | 16,300 | UCBH Holdings, Inc.                   |
|          | 5,300  | UMB Financial Corp.                   |
|          | 1,875  | USB Holding Co., Inc.                 |
|          | 9,988  | Umpqua Holdings Corp.                 |
|          | 2,150  | Union Bankshares Corp.                |
|          | 6,500  | United Bankshares, Inc.               |
|          | 5,900  | United Community Banks, Inc.          |
|          | 500    | United Security Bancshares            |
|          | 2,000  | Univest Corp. of Pennsylvania         |
|          | 2,970  | Virginia Commerce Bancorp (a)         |
|          | 2,500  | Washington Trust Bancorp, Inc.        |
|          | 3,900  | WesBanco, Inc.                        |
|          | 2,600  | West Coast Bancorp                    |
|          | 5,400  | Westamerica Bancorp.                  |
|          | 2,300  | Western Alliance Bancorp (a)          |
|          | 2,700  | Wilshire Bancorp, Inc.                |

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| Industry                                      | Shares<br>Held | Common Stocks                              |
|---|----------------|--|
|   | 3,900          | Wintrust Financial Corp.                   |
|   | 1,600          | Yardville National Bancorp                 |
| <hr/>   |                |  |
| Beverage: Brewers (Wineries)<br>- 0.0%        | 1,600          | Boston Beer Co., Inc. Class A (a)          |
| <hr/>   |                |  |
| Beverage: Soft Drinks - 0.1%                  | 800            | Coca-Cola Bottling Co. Consolidated        |
|   | 400            | Farmer Bros. Co.                           |
|   | 2,700          | Green Mountain Coffee Roasters, Inc. (a)   |
|   | 5,200          | Jones Soda Co. (a)                         |
|   | 1,680          | National Beverage Corp.                    |
|   | 2,400          | Peet's Coffee & Tea, Inc. (a)              |
| <hr/>   |                |  |
| Biotechnology Research &<br>Production - 2.4% | 3,390          | AMAG Pharmaceuticals, Inc. (a)             |
|   | 6,100          | Acadia Pharmaceuticals, Inc. (a)           |
|   | 4,300          | Acorda Therapeutics, Inc. (a)              |
|   | 4,500          | Albany Molecular Research, Inc. (a)        |
|   | 5,900          | Alexion Pharmaceuticals, Inc. (a)          |
|   | 9,600          | Allos Therapeutics, Inc. (a)               |
|   | 5,600          | Alnylam Pharmaceuticals, Inc. (a)          |
|   | 2,100          | Altus Pharmaceuticals, Inc. (a)            |
|   | 7,600          | American Oriental Bioengineering, Inc. (a) |
|   | 900            | Amicus Therapeutics, Inc. (a)              |
|   | 12,800         | Applera Corp. - Celera Genomics Group (a)  |
|   | 9,900          | Arena Pharmaceuticals, Inc. (a)            |
|   | 14,100         | Ariad Pharmaceuticals, Inc. (a)            |
|   | 3,100          | Arqule, Inc. (a)                           |
|   | 6,900          | Array Biopharma, Inc. (a)                  |
|   | 4,600          | ArthroCare Corp. (a)                       |
|   | 3,400          | Bionovo, Inc. (a)                          |
|   | 11,900         | Cell Genesys, Inc. (a)                     |
|   | 9,500          | Cubist Pharmaceuticals, Inc. (a)(c)        |
|   | 6,400          | Cypress Bioscience, Inc. (a)               |
|   | 3,900          | Cytokinetics, Inc. (a)                     |
|   | 18,300         | Discovery Laboratories, Inc. (a)           |
|   | 17,200         | Encysive Pharmaceuticals, Inc. (a)         |
|   | 7,600          | Enzon Pharmaceuticals, Inc. (a)            |
|   | 14,700         | Exelixis, Inc. (a)                         |
|   | 16,500         | GenVec, Inc. (a)                           |
|   | 1,500          | Genomic Health, Inc. (a)                   |
|   | 11,900         | Geron Corp. (a)                            |
|   | 8,800          | Halozyme Therapeutics, Inc. (a)            |
|   | 21,900         | Human Genome Sciences, Inc. (a)            |
|   | 4,100          | Idenix Pharmaceuticals, Inc. (a)           |
|   | 12,800         | Immunomedics, Inc. (a)                     |
|   | 15,900         | Incyte Corp. (a)                           |
|   | 3,300          | Integra LifeSciences Holdings Corp. (a)    |
|   | 4,600          | InterMune, Inc. (a)                        |
|   | 2,200          | Kendle International, Inc. (a)             |
|   | 2,700          | Kensey Nash Corp. (a)                      |
|   | 7,100          | Keryx Biopharmaceuticals, Inc. (a)         |
|   | 4,200          | Kosan Biosciences, Inc. (a)                |
|   | 5,600          | MannKind Corp. (a)                         |

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| Industry                  | Shares<br>Held | Common Stocks                         |
|---------------------------|----------------|---------------------------------------|
| <hr/>                     |                |                                       |
|                           | 5,200          | Martek Biosciences Corp. (a)          |
|                           | 4,000          | Maxygen, Inc. (a)                     |
|                           | 4,300          | Medivation, Inc. (a)                  |
|                           | 1,600          | Metabolix, Inc. (a)                   |
|                           | 3,800          | Momenta Pharmaceuticals, Inc. (a)     |
|                           | 6,900          | Myriad Genetics, Inc. (a)             |
|                           | 9,900          | Nabi Biopharmaceuticals (a)           |
|                           | 5,400          | Nastech Pharmaceutical Co., Inc. (a)  |
|                           | 6,600          | Neurocrine Biosciences, Inc. (a)      |
|                           | 3,000          | Neurogen Corp. (a)                    |
|                           | 2,500          | Novacea, Inc. (a)                     |
|                           | 9,600          | OSI Pharmaceuticals, Inc. (a)         |
|                           | 2,700          | Omrix Biopharmaceuticals, Inc. (a)    |
|                           | 200            | Orexigen Therapeutics, Inc. (a)       |
|                           | 3,300          | Osiris Therapeutics, Inc. (a)         |
|                           | 3,100          | PRA International, Inc. (a)           |
|                           | 3,200          | PharmaNet Development Group, Inc. (a) |
|                           | 6,000          | Poniard Pharmaceuticals, Inc. (a)     |
|                           | 3,900          | Progenics Pharmaceuticals, Inc. (a)   |
|                           | 1,860          | Protalix BioTherapeutics, Inc. (a)    |
|                           | 3,300          | Regeneration Technologies, Inc. (a)   |
|                           | 4,400          | Rigel Pharmaceuticals, Inc. (a)       |
|                           | 8,604          | Savient Pharmaceuticals, Inc. (a)     |
|                           | 5,000          | Seattle Genetics, Inc. (a)            |
|                           | 9,200          | Telik, Inc. (a)                       |
|                           | 2,600          | Tercica, Inc. (a)                     |
|                           | 5,100          | Vanda Pharmaceuticals, Inc. (a)       |
|                           | 5,300          | Verenium Corp. (a)                    |
|                           | 11,400         | ViroPharma, Inc. (a)                  |
|                           | 16,500         | XOMA Ltd. (a)                         |
|                           | 6,300          | ZymoGenetics, Inc. (a)                |
| <hr/>                     |                |                                       |
| Building Materials - 0.5% | 1,500          | Ameron International Corp.            |
|                           | 1,900          | BlueLinx Holdings, Inc.               |
|                           | 4,800          | Building Material Holding Corp.       |
|                           | 3,000          | LSI Industries, Inc.                  |
|                           | 3,300          | NCI Building Systems, Inc. (a)        |
|                           | 100            | PGT, Inc. (a)                         |
|                           | 6,000          | Simpson Manufacturing Co., Inc.       |
|                           | 4,490          | Texas Industries, Inc.                |
|                           | 2,100          | Trex Co., Inc. (a)                    |
|                           | 3,700          | Watsco, Inc.                          |
|                           | 3,500          | Zoltek Cos., Inc. (a)                 |
| <hr/>                     |                |                                       |
| Building: Cement - 0.0%   | 5,500          | US Concrete, Inc. (a)                 |

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|                              |       |                            |
|------------------------------|-------|----------------------------|
| Building: Heating & Plumbing | 1,800 | Aaon, Inc. (c)             |
| - 0.1%                       | 4,500 | Interline Brands, Inc. (a) |

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|                                |       |                                |
|--------------------------------|-------|--------------------------------|
| Building: Miscellaneous - 0.2% | 2,500 | Builders FirstSource, Inc. (a) |
|                                | 7,100 | Comfort Systems USA, Inc.      |

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| Industry | Shares<br>Held | Common Stocks |
|----------|----------------|---------------|
|----------|----------------|---------------|

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|  |       |                           |
|--|-------|---------------------------|
|  | 3,000 | Drew Industries, Inc. (a) |
|  | 5,200 | Goodman Global, Inc. (a)  |
|  | 5,200 | Griffon Corp. (a)         |

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|                               |       |                                 |
|-------------------------------|-------|---------------------------------|
| Building: Roofing & Wallboard | 7,700 | Beacon Roofing Supply, Inc. (a) |
| - 0.0%                        |       |                                 |

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|                                  |        |  |
|----------------------------------|--------|--|
| Cable Television Services - 0.1% | 66,500 | Charter Communications, Inc. Class A (a) |
|                                  | 3,300  | Crown Media Holdings, Inc. Class A (a)   |
|                                  | 15,900 | TiVo, Inc. (a)                           |

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|                           |       |  |
|---------------------------|-------|--|
| Casinos & Gambling - 0.6% | 4,300 | Ameristar Casinos, Inc.                  |
|                           | 8,700 | Bally Technologies, Inc. (a)             |
|                           | 1,300 | Churchill Downs, Inc.                    |
|                           | 2,550 | Dover Downs Gaming & Entertainment, Inc. |
|                           | 2,600 | Isle of Capri Casinos, Inc. (a)          |
|                           | 3,500 | Lakes Entertainment, Inc. (a)            |
|                           | 4,000 | MTR Gaming Group, Inc. (a)               |
|                           | 8,500 | Magna Entertainment Corp. Class A (a)    |
|                           | 1,600 | Monarch Casino & Resort, Inc. (a)        |
|                           | 4,800 | Multimedia Games, Inc. (a)               |
|                           | 9,740 | Pinnacle Entertainment, Inc. (a)         |
|                           | 1,700 | Riviera Holdings Corp. (a)               |
|                           | 5,700 | Shuffle Master, Inc. (a)                 |
|                           | 5,100 | Trump Entertainment Resorts, Inc. (a)    |
|                           | 6,650 | WMS Industries, Inc. (a)                 |

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|                  |       |                                  |
|------------------|-------|----------------------------------|
| Chemicals - 1.6% | 3,000 | American Vanguard Corp.          |
|                  | 4,000 | Arch Chemicals, Inc.             |
|                  | 2,900 | Balchem Corp.                    |
|                  | 9,000 | CF Industries Holdings, Inc.     |
|                  | 3,900 | Cabot Microelectronics Corp. (a) |
|                  | 6,900 | Calgon Carbon Corp. (a)          |
|                  | 4,700 | Cambrex Corp.                    |
|                  | 4,700 | EnerSys (a)                      |



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|        |                                     |
|--------|-------------------------------------|
| 6,400  | Energy Conversion Devices, Inc. (a) |
| 8,000  | Exide Technologies (a)              |
| 5,600  | Georgia Gulf Corp.                  |
| 19,900 | Hercules, Inc.                      |
| 2,100  | Innophos Holdings, Inc.             |
| 4,000  | Innospec, Inc.                      |
| 3,100  | LSB Industries, Inc. (a)            |
| 2,100  | Landec Corp. (a)                    |
| 3,600  | Medis Technologies Ltd. (a)         |
| 1,300  | NL Industries, Inc.                 |
| 2,500  | NewMarket Corp.                     |
| 2,500  | Nuco2, Inc. (a)                     |
| 4,900  | OM Group, Inc. (a)                  |
| 15,100 | PolyOne Corp. (a)                   |
| 5,700  | Rockwood Holdings, Inc. (a)         |
| 4,900  | Schulman A, Inc.                    |
| 6,000  | Senomyx, Inc. (a)                   |

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|---|----------------|--|
| <hr/>                                     |                |  |
|   | 1,400          | ShengdaTech, Inc. (a)                        |
|   | 1,000          | Stepan Co.                                   |
|   | 5,000          | Tronox, Inc. Class A                         |
|   | 2,300          | Tronox, Inc. Class B                         |
|   | 8,400          | UAP Holding Corp.                            |
|   | 11,900         | WR Grace & Co. (a)                           |
| <hr/>                                     |                |  |
| Coal - 0.1%                               | 9,700          | Alpha Natural Resources, Inc. (a)            |
|   | 19,800         | International Coal Group, Inc. (a)           |
|   | 1,500          | US BioEnergy Corp. (a)                       |
| <hr/>                                     |                |  |
| Commercial Information Services<br>- 0.2% | 5,300          | Arbitron, Inc.                               |
|   | 81,000         | CMGI, Inc. (a)                               |
|   | 5,300          | infoUSA, Inc.                                |
|   | 4,300          | LECG Corp. (a)                               |
|   | 3,600          | LoopNet, Inc. (a)                            |
| <hr/>                                     |                |  |
| Communications & Media - 0.2%             | 11,300         | Entravision Communications Corp. Class A (a) |
|   | 40,800         | Gemstar-TV Guide International, Inc. (a)     |
|   | 3,300          | Knology, Inc. (a)                            |
| <hr/>                                     |                |  |
| Communications Technology - 2.5%          | 63,300         | 3Com Corp. (a)                               |
|   | 2,300          | Acme Packet, Inc. (a)                        |
|   | 9,600          | Adtran, Inc.                                 |

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|        |   |
|--------|---|
| 3,000  | Anaren, Inc. (a)                          |
| 5,000  | Anixter International, Inc. (a)(c)        |
| 400    | Aruba Networks, Inc. (a)                  |
| 9,000  | Atheros Communications, Inc. (a)          |
| 28,800 | Avanex Corp. (a)                          |
| 8,180  | Avocent Corp. (a)                         |
| 1,800  | Bel Fuse, Inc.                            |
| 1,000  | BigBand Networks, Inc. (a)                |
| 3,100  | Black Box Corp.                           |
| 400    | CPI International, Inc. (a)               |
| 8,000  | CSG Systems International, Inc. (a)       |
| 2,900  | Cbeyond Communications, Inc. (a)          |
| 7,600  | Cogent Communications Group, Inc. (a)     |
| 2,800  | Comtech Group, Inc. (a)                   |
| 4,000  | Comtech Telecommunications Corp. (a)      |
| 4,100  | Digi International, Inc. (a)              |
| 5,400  | Ditech Networks, Inc. (a)                 |
| 2,400  | EMS Technologies, Inc. (a)                |
| 5,300  | Echelon Corp. (a)                         |
| 20,500 | Extreme Networks, Inc. (a)                |
| 39,900 | Finisar Corp. (a)                         |
| 23,700 | Foundry Networks, Inc. (a)                |
| 2,000  | GeoEye, Inc. (a)                          |
| 12,900 | Harmonic, Inc. (a)                        |
| 4,100  | Harris Stratex Networks, Inc. Class A (a) |
| 600    | Hughes Communications, Inc. (a)           |

Small Cap Premium & Dividend Income Fund Inc.  
 Schedule of Investments as of September 30, 2007 (Unaudited)

| Industry | Shares<br>Held | Common Stocks                            |
|----------|----------------|--|
|          | 4,100          | InPhonic, Inc. (a)                       |
|          | 7,600          | InterDigital, Inc. (a)                   |
|          | 6,700          | InterVoice, Inc. (a)                     |
|          | 7,100          | Ixia (a)                                 |
|          | 8,000          | j2 Global Communications, Inc. (a)       |
|          | 1,900          | Loral Space & Communications Ltd. (a)    |
|          | 5,600          | NETGEAR, Inc. (a)                        |
|          | 2,500          | Network Equipment Technologies, Inc. (a) |
|          | 2,500          | Nextwave Wireless, Inc. (a)              |
|          | 5,600          | Novatel Wireless, Inc. (a)               |
|          | 3,428          | Oplink Communications, Inc. (a)          |
|          | 3,400          | Optium Corp. (a)                         |
|          | 2,600          | SeaChange International, Inc. (a)        |
|          | 7,750          | Secure Computing Corp. (a)               |
|          | 4,900          | Sirenza Microdevices, Inc. (a)           |
|          | 42,900         | Sonus Networks, Inc. (a)                 |
|          | 3,900          | Standard Microsystems Corp. (a)          |
|          | 3,200          | Switch and Data Facilities Co., Inc. (a) |
|          | 30,000         | Sycamore Networks, Inc. (a)              |
|          | 4,100          | Syniverse Holdings, Inc. (a)             |
|          | 33,900         | TIBCO Software, Inc. (a)                 |
|          | 10,100         | Tekelec (a)                              |
|          | 7,800          | Terremark Worldwide, Inc. (a)            |

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17,300 Utstarcom, Inc. (a)  
 3,900 Viasat, Inc. (a)  
 5,400 Vonage Holdings Corp. (a)

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Computer Services Software & Systems - 4.7%

6,000 ACI Worldwide, Inc. (a)  
 9,900 Actuate Corp. (a)  
 4,600 American Reprographics Co. (a)  
 2,800 Ansoft Corp. (a)  
 12,600 Ansys, Inc. (a)  
 13,000 Ariba, Inc. (a)  
 20,800 Art Technology Group, Inc. (a)  
 3,300 AsiaInfo Holdings, Inc. (a)  
 13,740 Aspen Technology, Inc. (a)  
 32,600 BearingPoint, Inc. (a)  
 7,200 Blackbaud, Inc.  
 4,900 Blackboard, Inc. (a)  
 2,200 Blue Coat Systems, Inc. (a)  
 13,600 Borland Software Corp. (a)  
 3,500 Bottomline Technologies, Inc. (a)  
 5,000 CACI International, Inc. Class A (a)  
 2,900 COMSYS IT Partners, Inc. (a)  
 5,360 Chordiant Software, Inc. (a)  
 9,500 Ciber, Inc. (a)  
 6,800 Commvault Systems, Inc. (a)  
 300 Comverge, Inc. (a)  
 6,100 Concur Technologies, Inc. (a)  
 4,900 DealerTrack Holdings, Inc. (a)  
 6,700 Digital River, Inc. (a)

Small Cap Premium & Dividend Income Fund Inc.  
 Schedule of Investments as of September 30, 2007 (Unaudited)

| Industry | Shares Held | Common Stocks                      |
|----------|-------------|------------------------------------|
|          | 2,800       | DivX, Inc. (a)                     |
|          | 2,500       | Double-Take Software, Inc. (a)     |
|          | 4,200       | EPIQ Systems, Inc. (a)             |
|          | 9,200       | Electronics for Imaging, Inc. (a)  |
|          | 9,600       | Epicor Software Corp. (a)          |
|          | 5,000       | Equinix, Inc. (a)                  |
|          | 11,200      | Gartner, Inc. Class A (a)          |
|          | 2,300       | i2 Technologies, Inc. (a)          |
|          | 2,600       | iGate Corp. (a)                    |
|          | 2,600       | Imergent, Inc.                     |
|          | 15,100      | Informatica Corp. (a)              |
|          | 1,621       | Integral Systems, Inc.             |
|          | 1,300       | Interactive Intelligence, Inc. (a) |
|          | 6,300       | Internet Capital Group, Inc. (a)   |
|          | 7,500       | Interwoven, Inc. (a)               |
|          | 5,100       | JDA Software Group, Inc. (a)       |
|          | 1,200       | Keynote Systems, Inc. (a)          |
|          | 21,200      | Lawson Software, Inc. (a)          |
|          | 9,800       | Lionbridge Technologies, Inc. (a)  |

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|        |   |
|--------|---|
| 8,400  | LivePerson, Inc. (a)                    |
| 5,500  | MSC.Software Corp. (a)                  |
| 8,600  | Macrovision Corp. (a)                   |
| 6,100  | Magma Design Automation, Inc. (a)       |
| 4,800  | Manhattan Associates, Inc. (a)          |
| 3,200  | Mantech International Corp. Class A (a) |
| 13,900 | Mentor Graphics Corp. (a)               |
| 3,700  | Mercury Computer Systems, Inc. (a)      |
| 1,600  | MicroStrategy, Inc. Class A (a)         |
| 6,800  | Micros Systems, Inc. (a)                |
| 5,200  | Ness Technologies, Inc. (a)             |
| 21,800 | Nuance Communications, Inc. (a)         |
| 5,400  | Omniture, Inc. (a)                      |
| 23,600 | On2 Technologies, Inc. (a)              |
| 7,800  | OpenTV Corp. (a)                        |
| 13,500 | Openwave Systems, Inc.                  |
| 3,500  | PDF Solutions, Inc. (a)                 |
| 6,100  | Packeteer, Inc. (a)                     |
| 19,520 | Parametric Technology Corp. (a)         |
| 500    | Pegasystems, Inc.                       |
| 7,200  | Progress Software Corp. (a)             |
| 700    | QAD, Inc.                               |
| 11,100 | Quest Software, Inc. (a)                |
| 16,600 | RealNetworks, Inc. (a)                  |
| 2,700  | RightNow Technologies, Inc. (a)         |
| 4,450  | SAVVIS, Inc. (a)                        |
| 2,100  | SI International, Inc. (a)              |
| 3,000  | SPSS, Inc. (a)                          |
| 6,700  | SRA International, Inc. Class A (a)     |
| 5,100  | SYKES Enterprises, Inc. (a)             |
| 1,700  | SYNNEX Corp. (a)                        |
| 14,200 | Sapient Corp. (a)                       |
| 4,400  | Sigma Designs, Inc. (a)                 |
| 6,000  | Smith Micro Software, Inc. (a)          |

Small Cap Premium & Dividend Income Fund Inc.  
 Schedule of Investments as of September 30, 2007 (Unaudited)

| Industry | Shares<br>Held | Common Stocks                               |
|----------|----------------|---|
|          | 3,200          | Solera Holdings, Inc. (a)                   |
|          | 10,500         | SonicWALL, Inc. (a)                         |
|          | 14,700         | Sourceforge, Inc. (a)                       |
|          | 300            | Stanley, Inc. (a)                           |
|          | 14,900         | Sybase, Inc. (a)                            |
|          | 2,400          | Synchronoss Technologies, Inc. (a)          |
|          | 1,400          | Syntel, Inc.                                |
|          | 2,700          | Taleo Corp. Class A (a)                     |
|          | 100            | TechTarget, Inc. (a)                        |
|          | 7,400          | The TriZetto Group, Inc. (a)                |
|          | 6,900          | Tyler Technologies, Inc. (a)                |
|          | 4,200          | Ultimate Software Group, Inc. (a)           |
|          | 600            | Unica Corp. (a)                             |
|          | 5,000          | VASCO Data Security International, Inc. (a) |
|          | 5,200          | Vignette Corp. (a)                          |

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|        |                              |
|--------|------------------------------|
| 4,300  | Visual Sciences, Inc. (a)    |
| 7,600  | Websense, Inc. (a)           |
| 12,700 | Wind River Systems, Inc. (a) |
| 8,100  | Zoran Corp. (a)              |

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|                            |        |  |
|----------------------------|--------|--|
| Computer Technology - 1.1% | 19,500 | Adaptec, Inc. (a)                        |
|                            | 6,200  | Advanced Analogic Technologies, Inc. (a) |
|                            | 7,300  | Cray, Inc. (a)                           |
|                            | 13,900 | Emulex Corp. (a)                         |
|                            | 6,300  | FalconStor Software, Inc. (a)            |
|                            | 49,900 | Gateway, Inc. (a)                        |
|                            | 4,500  | Hutchinson Technology, Inc. (a)          |
|                            | 5,700  | Imation Corp.                            |
|                            | 5,500  | Immersion Corp. (a)                      |
|                            | 9,000  | Intermec, Inc. (a)                       |
|                            | 300    | Isilon Systems, Inc. (a)                 |
|                            | 16,800 | Palm, Inc. (a)                           |
|                            | 14,200 | Perot Systems Corp. Class A (a)          |
|                            | 31,900 | Quantum Corp. (a)                        |
|                            | 4,900  | Rackable Systems, Inc. (a)               |
|                            | 4,400  | Radiant Systems, Inc. (a)                |
|                            | 3,700  | Radisys Corp. (a)                        |
|                            | 2,300  | Rimage Corp. (a)                         |
|                            | 7,700  | STEC, Inc. (a)                           |
|                            | 19,700 | Safeguard Scientifics, Inc. (a)          |
|                            | 400    | Silicon Graphics, Inc. (a)               |
|                            | 3,600  | Stratasys, Inc. (a)                      |
|                            | 4,400  | Synaptics, Inc. (a)                      |
|                            | 10,000 | Trident Microsystems, Inc. (a)           |

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|                     |        |                                     |
|---------------------|--------|-------------------------------------|
| Construction - 0.5% | 2,163  | Brookfield Homes Corp.              |
|                     | 10,400 | EMCOR Group, Inc. (a)               |
|                     | 5,900  | Granite Construction, Inc.          |
|                     | 2,800  | Great Lakes Dredge & Dock Corp. (a) |

Small Cap Premium & Dividend Income Fund Inc.  
 Schedule of Investments as of September 30, 2007 (Unaudited)

| Industry | Shares<br>Held | Common Stocks                            |
|----------|----------------|--|
|          | 4,100          | Perini Corp. (a)                         |
|          | 4,700          | Washington Group International, Inc. (a) |

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|                             |        |                                     |
|-----------------------------|--------|-------------------------------------|
| Consumer Electronics - 0.7% | 24,600 | CNET Networks, Inc. (a)             |
|                             | 3,000  | DTS, Inc. (a)                       |
|                             | 20,100 | EarthLink, Inc. (a)                 |
|                             | 100    | Glu Mobile, Inc. (a)                |
|                             | 5,500  | InfoSpace, Inc.                     |
|                             | 6,810  | Internap Network Services Corp. (a) |

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|                          |        |   |
|--------------------------|--------|---|
|                          | 8,200  | Ipass, Inc. (a)                         |
|                          | 3,100  | LoJack Corp. (a)                        |
|                          | 6,300  | Midway Games, Inc. (a)                  |
|                          | 6,400  | NIC, Inc.                               |
|                          | 7,600  | NetFlix, Inc. (a)                       |
|                          | 4,500  | Sohu.com, Inc. (a)                      |
|                          | 10,900 | THQ, Inc. (a)                           |
|                          | 11,900 | Take-Two Interactive Software, Inc. (a) |
|                          | 10,900 | United Online, Inc.                     |
|                          | 2,300  | Universal Electronics, Inc. (a)         |
| <hr/>                    |        |   |
| Consumer Products - 0.6% | 9,000  | American Greetings Corp. Class A        |
|                          | 4,500  | Blyth, Inc.                             |
|                          | 1,300  | CSS Industries, Inc.                    |
|                          | 2,700  | Citi Trends, Inc. (a)                   |
|                          | 2,700  | Mannatech, Inc.                         |
|                          | 5,100  | Matthews International Corp. Class A    |
|                          | 5,800  | Nautilus, Inc.                          |
|                          | 4,000  | Oakley, Inc.                            |
|                          | 9,200  | Playtex Products, Inc. (a)              |
|                          | 3,400  | RC2 Corp. (a)                           |
|                          | 6,400  | Spectrum Brands, Inc. (a)               |
|                          | 6,100  | The Topps Co., Inc.                     |
|                          | 10,600 | Tupperware Corp.                        |
|                          | 1,600  | USANA Health Sciences, Inc. (a)         |
| <hr/>                    |        |   |
| Containers & Packaging:  | 11,500 | AptarGroup, Inc.                        |
| Metals & Glass - 0.4%    | 5,400  | Greif, Inc.                             |
|                          | 6,200  | Mobile Mini, Inc. (a)                   |
|                          | 4,000  | Silgan Holdings, Inc.                   |
| <hr/>                    |        |   |
| Containers & Packaging:  | 1,000  | AEP Industries, Inc. (a)                |
| Paper & Plastic - 0.1%   | 11,200 | Graphic Packaging Corp. (a)             |
|                          | 4,700  | Myers Industries, Inc.                  |
| <hr/>                    |        |   |
| Copper - 0.1%            | 6,200  | Mueller Industries, Inc.                |
| <hr/>                    |        |   |
| Cosmetics - 0.2%         | 4,600  | Elizabeth Arden, Inc. (a)               |
|                          | 4,600  | Helen of Troy Ltd. (a)                  |
|                          | 800    | Inter Parfums, Inc.                     |

Small Cap Premium & Dividend Income Fund Inc.  
 Schedule of Investments as of September 30, 2007 (Unaudited)

| Industry | Shares<br>Held | Common Stocks |
|----------|----------------|---------------|
|----------|----------------|---------------|

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9,600 Nu Skin Enterprises, Inc. Class A  
31,991 Revlon, Inc. Class A (a)

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|                                |       |   |
|--------------------------------|-------|---|
| Diversified Financial Services | 200   | ACA Capital Holdings, Inc. (a)              |
| - 0.5%                         | 800   | Clayton Holdings, Inc. (a)                  |
|                                | 900   | Enstar Group Ltd. (a)                       |
|                                | 7,500 | Euronet Worldwide, Inc. (a)                 |
|                                | 2,100 | Evercore Partners, Inc. Class A             |
|                                | 9,800 | F.N.B. Corp.                                |
|                                | 1,350 | FCStone Group, Inc. (a)                     |
|                                | 8,550 | Freedom Acquisition Holdings, Inc. (a)      |
|                                | 3,100 | Greenhill & Co., Inc.                       |
|                                | 3,100 | Huron Consulting Group, Inc. (a)            |
|                                | 2,400 | Information Services Group, Inc. (a)        |
|                                | 7,300 | Interactive Brokers Group, Inc. Class A (a) |
|                                | 3,400 | Marathon Acquisition Corp. (a)              |
|                                | 300   | Oritani Financial Corp. (a)                 |

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|   |        |                        |
|---|--------|------------------------|
| Diversified Materials & Processing - 0.8% | 7,500  | Acuity Brands, Inc.    |
|   | 6,800  | Barnes Group, Inc.     |
|   | 7,900  | Brady Corp.            |
|   | 9,000  | Clarcor, Inc.          |
|   | 15,400 | Hexcel Corp. (a)       |
|   | 2,300  | Koppers Holdings, Inc. |
|   | 12,000 | Olin Corp.             |
|   | 5,100  | Tredegar Corp.         |
|   | 1,100  | Valhi, Inc.            |

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|                                    |       |  |
|------------------------------------|-------|--|
| Drug & Grocery Store Chains - 0.5% | 8,800 | Casey's General Stores, Inc.                   |
|                                    | 3,200 | The Great Atlantic & Pacific Tea Co., Inc. (a) |
|                                    | 2,100 | Ingles Markets, Inc. Class A                   |
|                                    | 5,400 | Longs Drug Stores Corp.                        |
|                                    | 2,500 | Nash Finch Co.                                 |
|                                    | 7,000 | Pathmark Stores, Inc. (a)                      |
|                                    | 6,800 | Ruddick Corp.                                  |
|                                    | 3,500 | Spartan Stores, Inc.                           |
|                                    | 400   | Village Super Market, Inc. Class A             |
|                                    | 2,000 | Weis Markets, Inc.                             |
|                                    | 5,000 | Winn-Dixie Stores, Inc. (a)                    |

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|                                |        |  |
|--------------------------------|--------|--|
| Drugs & Pharmaceuticals - 2.5% | 5,400  | Adams Respiratory Therapeutics, Inc. (a) |
|                                | 200    | Affymax, Inc. (a)                        |
|                                | 7,100  | Akorn, Inc. (a)                          |
|                                | 1,500  | Alexza Pharmaceuticals, Inc. (a)         |
|                                | 15,700 | Alkermes, Inc. (a)                       |
|                                | 7,100  | Alpharma, Inc. Class A                   |
|                                | 3,500  | Auxilium Pharmaceuticals, Inc. (a)       |
|                                | 5,800  | Beijing Med-Pharm Corp. (a)              |
|                                | 3,100  | Bentley Pharmaceuticals, Inc. (a)        |
|                                | 15,600 | BioMarin Pharmaceuticals, Inc. (a)       |

## Edgar Filing: Small Cap Premium & Dividend Income Fund, Inc. - Form N-Q

Small Cap Premium & Dividend Income Fund Inc.  
 Schedule of Investments as of September 30, 2007 (Unaudited)

| Industry                  | Shares<br>Held | Common Stocks                               |
|---------------------------|----------------|---|
|                           | 2,100          | Bradley Pharmaceuticals, Inc. (a)           |
|                           | 9,700          | CV Therapeutics, Inc. (a)                   |
|                           | 1,400          | Cadence Pharmaceuticals, Inc. (a)           |
|                           | 700            | Caraco Pharmaceutical Laboratories Ltd. (a) |
|                           | 3,100          | Chattem, Inc. (a)                           |
|                           | 13,000         | CytRx Corp. (a)                             |
|                           | 13,600         | Dendreon Corp. (a)                          |
|                           | 9,600          | Durect Corp. (a)                            |
|                           | 100            | Emergent Biosolutions, Inc. (a)             |
|                           | 4,800          | Enzo Biochem, Inc. (a)                      |
|                           | 1,900          | GTx, Inc. (a)                               |
|                           | 12,100         | Indevus Pharmaceuticals, Inc. (a)           |
|                           | 13,400         | Isis Pharmaceuticals, Inc. (a)              |
|                           | 8,000          | Javelin Pharmaceuticals, Inc. (a)           |
|                           | 5,800          | KV Pharmaceutical Co. Class A (a)           |
|                           | 12,300         | Ligand Pharmaceuticals, Inc. Class B        |
|                           | 13,000         | MGI Pharma, Inc. (a)                        |
|                           | 20,500         | Medarex, Inc. (a)                           |
|                           | 8,400          | Medicines Co. (a)                           |
|                           | 9,100          | Medicis Pharmaceutical Corp. Class A        |
|                           | 14,900         | Nektar Therapeutics (a)                     |
|                           | 4,200          | Noven Pharmaceuticals, Inc. (a)             |
|                           | 500            | Obagi Medical Products, Inc. (a)            |
|                           | 8,920          | Onyx Pharmaceuticals, Inc. (a)              |
|                           | 6,200          | Pain Therapeutics, Inc. (a)                 |
|                           | 5,800          | Par Pharmaceutical Cos., Inc. (a)           |
|                           | 5,000          | Penwest Pharmaceuticals Co. (a)             |
|                           | 13,600         | Perrigo Co.                                 |
|                           | 4,200          | Pharmion Corp. (a)                          |
|                           | 4,300          | Pozen, Inc. (a)                             |
|                           | 4,700          | Quidel Corp. (a)                            |
|                           | 9,500          | Regeneron Pharmaceuticals, Inc. (a)         |
|                           | 8,200          | Salix Pharmaceuticals Ltd. (a)              |
|                           | 11,200         | Santarus, Inc. (a)                          |
|                           | 5,700          | Sciele Pharma, Inc. (a)                     |
|                           | 2,900          | Somaxon Pharmaceuticals, Inc. (a)           |
|                           | 8,700          | SuperGen, Inc. (a)                          |
|                           | 600            | Trubion Pharmaceuticals, Inc. (a)           |
|                           | 3,400          | United Therapeutics Corp. (a)               |
|                           | 15,500         | Valeant Pharmaceuticals International       |
|                           | 6,200          | Vivus, Inc. (a)                             |
|                           | 3,200          | Xenoport, Inc. (a)                          |
| <hr/>                     |                |   |
| Education Services - 0.5% | 4,300          | Bright Horizons Family Solutions, Inc. (a)  |
|                           | 1,300          | Capella Education Co. (a)                   |
|                           | 15,100         | Corinthian Colleges, Inc. (a)(c)            |
|                           | 9,800          | DeVry, Inc.                                 |
|                           | 1,200          | Renaissance Learning, Inc.                  |
|                           | 2,500          | Strayer Education, Inc.                     |
|                           | 3,800          | Universal Technical Institute, Inc. (a)     |



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Small Cap Premium & Dividend Income Fund Inc.  
 Schedule of Investments as of September 30, 2007 (Unaudited)

| Industry                                    | Shares<br>Held | Common Stocks                       |
|---|----------------|-------------------------------------|
| Electrical & Electronics - 0.3%             | 11,300         | Benchmark Electronics, Inc. (a)     |
|   | 1,700          | Coleman Cable, Inc. (a)             |
|   | 2,600          | OSI Systems, Inc. (a)               |
|   | 7,500          | Plexus Corp. (a)                    |
|   | 7,300          | TTM Technologies, Inc. (a)          |
|   | 4,000          | Universal Display Corp. (a)         |
| Electrical Equipment &<br>Components - 0.9% | 3,300          | A.O. Smith Corp.                    |
|   | 1,400          | AZZ Inc. (a)                        |
|   | 5,700          | American Superconductor Corp. (a)   |
|   | 7,470          | Baldor Electric Co.                 |
|   | 5,800          | CTS Corp.                           |
|   | 4,000          | Cohu, Inc.                          |
|   | 3,100          | Franklin Electric Co., Inc.         |
|   | 4,400          | Genlyte Group, Inc. (a)             |
|   | 3,900          | Littelfuse, Inc. (a)                |
|   | 7,400          | MKS Instruments, Inc. (a)           |
|   | 1,300          | Powell Industries, Inc. (a)         |
|   | 12,200         | Power-One, Inc. (a)                 |
|   | 4,500          | Sonic Solutions, Inc. (a)           |
|   | 10,800         | Taser International, Inc. (a)       |
|   | 6,600          | Technitrol, Inc.                    |
|   | 2,800          | Triumph Group, Inc.                 |
| Electrical: Household<br>Appliance - 0.0%   | 800            | National Presto Industries, Inc.    |
| Electronics - 0.7%                          | 5,400          | Agilysys, Inc.                      |
|   | 7,900          | Arrowhead Research Corp. (a)        |
|   | 7,400          | Avid Technology, Inc. (a)           |
|   | 5,200          | Daktronics, Inc.                    |
|   | 11,400         | Flir Systems, Inc. (a)              |
|   | 3,900          | II-VI, Inc. (a)                     |
|   | 20,700         | MRV Communications, Inc. (a)        |
|   | 6,400          | Methode Electronics, Inc.           |
|   | 1,400          | Multi-Fineline Electronix, Inc. (a) |
|   | 3,500          | Park Electrochemical Corp.          |
|   | 11,800         | Semtech Corp. (a)                   |
|   | 2,100          | Supertex, Inc. (a)                  |
| Electronics: Instruments,                   | 1,800          | Faro Technologies, Inc. (a)         |

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|                        |       |                                   |
|------------------------|-------|-----------------------------------|
| Gauges & Meters - 0.3% | 4,890 | Itron, Inc. (a)                   |
|                        | 3,100 | Measurement Specialties, Inc. (a) |
|                        | 700   | OYO Geospace Corp. (a)            |
|                        | 2,700 | Zygo Corp. (a)                    |

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|                      |        |                                  |
|----------------------|--------|----------------------------------|
| Electronics: Medical | 1,900  | Accuray, Inc. (a)                |
| Systems - 1.1%       | 11,200 | Affymetrix, Inc. (a)             |
|                      | 2,400  | Analogic Corp.                   |
|                      | 2,700  | Aspect Medical Systems, Inc. (a) |
|                      | 8,700  | Bruker BioSciences Corp. (a)     |

Small Cap Premium & Dividend Income Fund Inc.  
Schedule of Investments as of September 30, 2007 (Unaudited)

| Industry | Shares<br>Held | Common Stocks                   |
|----------|----------------|---------------------------------|
|          | 1,700          | Cynosure, Inc. Class A (a)      |
|          | 2,300          | Datascope Corp.                 |
|          | 8,600          | eResearch Technology, Inc. (a)  |
|          | 3,600          | Greatbatch, Inc. (a)            |
|          | 4,300          | Haemonetics Corp. (a)           |
|          | 8,750          | Hologic, Inc. (a)               |
|          | 8,707          | Illumina, Inc. (a)              |
|          | 5,600          | Luminex Corp. (a)               |
|          | 10,600         | Minrad International, Inc. (a)  |
|          | 4,600          | Natus Medical, Inc. (a)         |
|          | 3,300          | NxStage Medical, Inc. (a)       |
|          | 2,800          | Quality Systems, Inc.           |
|          | 2,900          | Sirona Dental Systems, Inc. (a) |
|          | 900            | Tomotherapy, Inc. (a)           |
|          | 2,300          | Visicu, Inc. (a)                |
|          | 3,400          | Zoll Medical Corp. (a)          |

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|  |        |                                  |
|--|--------|----------------------------------|
| Electronics: Semi-Conductors/<br>Components - 2.0% | 9,000  | AMIS Holdings, Inc. (a)          |
|  | 4,500  | Actel Corp. (a)                  |
|  | 17,000 | Amkor Technology, Inc. (a)       |
|  | 9,600  | Anadigics, Inc. (a)              |
|  | 51,800 | Applied Micro Circuits Corp. (a) |
|  | 400    | Cavium Networks, Inc. (a)        |
|  | 14,400 | Cirrus Logic, Inc. (a)           |
|  | 79,800 | Conexant Systems, Inc. (a)       |
|  | 5,300  | DSP Group, Inc. (a)              |
|  | 4,800  | Diodes, Inc. (a)                 |
|  | 5,900  | Exar Corp. (a)                   |
|  | 2,300  | Excel Technology, Inc. (a)       |
|  | 7,800  | Formfactor, Inc. (a)             |
|  | 6,200  | Genesis Microchip, Inc. (a)      |
|  | 2,300  | Hittite Microwave Corp. (a)      |
|  | 900    | IPG Photonics Corp. (a)          |
|  | 4,200  | IXYS Corp. (a)                   |
|  | 19,900 | Lattice Semiconductor Corp. (a)  |

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|        |                                      |
|--------|--------------------------------------|
| 7,100  | MIPS Technologies, Inc. (a)          |
| 9,000  | Micrel, Inc.                         |
| 12,400 | Microsemi Corp. (a)                  |
| 8,700  | Microtune, Inc. (a)                  |
| 3,600  | Monolithic Power Systems, Inc. (a)   |
| 2,800  | Netlogic Microsystems, Inc. (a)      |
| 37,900 | ON Semiconductor Corp. (a)           |
| 8,900  | Omnivision Technologies, Inc. (a)    |
| 4,400  | PLX Technology, Inc. (a)             |
| 32,300 | PMC-Sierra, Inc. (a)                 |
| 4,200  | Pericom Semiconductor Corp. (a)      |
| 31,600 | RF Micro Devices, Inc. (a)           |
| 8,600  | SiRF Technology Holdings, Inc. (a)   |
| 14,300 | Silicon Image, Inc. (a)              |
| 15,400 | Silicon Storage Technology, Inc. (a) |
| 26,000 | Skyworks Solutions, Inc. (a)         |

Small Cap Premium & Dividend Income Fund Inc.  
 Schedule of Investments as of September 30, 2007 (Unaudited)

| Industry                       | Shares<br>Held | Common Stocks                                |
|--------------------------------|----------------|--|
| -----                          |                |  |
|                                | 13,000         | Spansion LLC Class A (a)                     |
|                                | 12,300         | Syntax-Brilliant Corp. (a)                   |
|                                | 3,500          | Techwell, Inc. (a)                           |
|                                | 7,800          | Tessera Technologies, Inc. (a)               |
|                                | 24,400         | TriQuint Semiconductor, Inc. (a)             |
|                                | 3,300          | Volterra Semiconductor Corp. (a)             |
| -----                          |                |  |
| Electronics: Technology - 0.6% | 2,200          | 3D Systems Corp. (a)                         |
|                                | 4,600          | Acacia Research - Acacia Technologies (a)    |
|                                | 1,500          | American Science & Engineering, Inc.         |
|                                | 6,900          | Checkpoint Systems, Inc. (a)                 |
|                                | 7,100          | Cogent, Inc. (a)                             |
|                                | 5,200          | Coherent, Inc. (a)                           |
|                                | 2,500          | Cubic Corp.                                  |
|                                | 2,900          | EDO Corp.                                    |
|                                | 1,300          | Eagle Test Systems, Inc. (a)                 |
|                                | 3,300          | Gerber Scientific, Inc. (a)                  |
|                                | 11,600         | ION Geophysical Corp. (a)                    |
|                                | 2,100          | Innovative Solutions & Support, Inc. (a)     |
|                                | 5,200          | Ionatron, Inc. (a)                           |
|                                | 13,700         | Kemet Corp. (a)                              |
|                                | 4,200          | ScanSource, Inc. (a)                         |
|                                | 7,000          | Smart Modular Technologies WWH, Inc. (a)     |
| -----                          |                |  |
| Energy Miscellaneous - 0.6%    | 2,100          | Alon USA Energy, Inc.                        |
|                                | 4,930          | Aventine Renewable Energy Holdings, Inc. (a) |
|                                | 3,300          | Clean Energy Fuels Corp. (a)                 |
|                                | 5,600          | Crosstex Energy, Inc.                        |
|                                | 1,600          | Dawson Geophysical Co. (a)                   |

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|        |                            |
|--------|----------------------------|
| 200    | EnerNOC, Inc. (a)          |
| 12,500 | Evergreen Energy, Inc. (a) |
| 14,400 | Evergreen Solar, Inc. (a)  |
| 10,800 | FuelCell Energy, Inc. (a)  |
| 567    | GeoMet, Inc. (a)           |
| 720    | MarkWest Hydrocarbon, Inc. |
| 4,500  | Matrix Service Co. (a)     |
| 1,600  | Ormat Technologies, Inc.   |
| 5,600  | Pacific Ethanol, Inc. (a)  |
| 6,200  | Penn Virginia Corp.        |
| 32,700 | Rentech, Inc. (a)          |

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|                           |       |  |
|---------------------------|-------|--|
| Engineering & Contracting | 6,800 | Aecom Technology Corp. (a)               |
| Services - 0.5%           | 2,300 | Cal Dive International, Inc. (a)         |
|                           | 2,800 | Clean Harbors, Inc. (a)                  |
|                           | 6,700 | Dycom Industries, Inc. (a)               |
|                           | 4,000 | ENGlobal Corp. (a)                       |
|                           | 2,100 | Integrated Electrical Services, Inc. (a) |
|                           | 2,200 | Layne Christensen Co. (a)                |

Small Cap Premium & Dividend Income Fund Inc.  
Schedule of Investments as of September 30, 2007 (Unaudited)

| Industry                 | Shares<br>Held | Common Stocks                           |
|--------------------------|----------------|---|
|                          | 1,700          | Michael Baker Corp. (a)                 |
|                          | 14,940         | SAIC, Inc. (a)                          |
| <hr/>                    |                |   |
| Entertainment - 0.3%     | 2,200          | Carmike Cinemas, Inc.                   |
|                          | 3,200          | Cinemark Holdings, Inc.                 |
|                          | 6,700          | Gaylord Entertainment Co. (a)           |
|                          | 10,700         | Live Nation, Inc. (a)                   |
|                          | 3,600          | Lodgenet Entertainment Corp. (a)        |
|                          | 2,300          | Speedway Motorsports, Inc.              |
| <hr/>                    |                |   |
| Fertilizers - 0.2%       | 15,100         | Terra Industries, Inc. (a)              |
| <hr/>                    |                |   |
| Finance Companies - 0.3% | 3,641          | Accredited Home Lenders Holding Co. (a) |
|                          | 2,100          | Asta Funding, Inc.                      |
|                          | 878            | Credit Acceptance Corp. (a)             |
|                          | 4,000          | Delta Financial Corp.                   |
|                          | 6,300          | International Securities Exchange, Inc. |
|                          | 3,100          | MVC Capital, Inc.                       |
|                          | 1,000          | NewStar Financial, Inc. (a)             |
|                          | 3,200          | World Acceptance Corp. (a)              |

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|                            |        |   |
|----------------------------|--------|---|
| Finance: Small Loan - 0.1% | 10,900 | Advance America, Cash Advance Centers, Inc. |
|                            | 2,200  | Dollar Financial Corp. (a)                  |
|                            | 3,900  | Encore Capital Group, Inc. (a)              |
|                            | 2,100  | Nelnet, Inc. Class A                        |
|                            | 300    | QC Holdings, Inc.                           |

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|   |        |                                  |
|---|--------|----------------------------------|
| Financial Data Processing Services & Systems - 0.7% | 3,400  | Advent Software, Inc. (a)        |
|   | 4,600  | Authorize.Net Holdings, Inc. (a) |
|   | 600    | Cass Information Systems, Inc.   |
|   | 3,300  | CompuCredit Corp. (a)            |
|   | 5,100  | CyberSource Corp. (a)            |
|   | 9,000  | Deluxe Corp.                     |
|   | 4,900  | eSpeed, Inc. Class A (a)         |
|   | 2,900  | ExlService Holdings, Inc. (a)    |
|   | 2,400  | Heartland Payment Systems, Inc.  |
|   | 9,400  | Hypercom Corp. (a)               |
|   | 12,800 | Jack Henry & Associates, Inc.    |
|   | 5,600  | Online Resources Corp. (a)       |
|   | 4,200  | TNS, Inc.                        |
|   | 6,200  | TradeStation Group, Inc. (a)     |
|   | 6,500  | Wright Express Corp. (a)         |

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|                                       |        |                        |
|---------------------------------------|--------|------------------------|
| Financial Information Services - 0.3% | 1,800  | Bankrate, Inc. (a)     |
|                                       | 9,980  | INVESTools, Inc. (a)   |
|                                       | 5,900  | Interactive Data Corp. |
|                                       | 2,000  | Morningstar, Inc. (a)  |
|                                       | 17,500 | Move, Inc. (a)         |
|                                       | 11,000 | S1 Corp. (a)           |
|                                       | 3,400  | TheStreet.com, Inc.    |

Small Cap Premium & Dividend Income Fund Inc.  
Schedule of Investments as of September 30, 2007 (Unaudited)

| Industry                       | Shares Held | Common Stocks                               |
|--------------------------------|-------------|---|
| Financial Miscellaneous - 0.8% | 5,700       | Advanta Corp. Class B                       |
|                                | 2,800       | Asset Acceptance Capital Corp.              |
|                                | 5,100       | Cash America International, Inc.            |
|                                | 1,900       | Federal Agricultural Mortgage Corp. Class B |
|                                | 4,800       | Financial Federal Corp.                     |
|                                | 4,900       | First Cash Financial Services, Inc. (a)     |
|                                | 5,800       | Global Cash Access, Inc. (a)                |
|                                | 2,800       | LandAmerica Financial Group, Inc.           |
|                                | 2,800       | Portfolio Recovery Associates, Inc.         |
|                                | 1,500       | RAM Holdings Ltd. (a)                       |
|                                | 3,000       | Sanders Morris Harris Group, Inc.           |
|                                | 10,600      | Sotheby's Holdings, Inc. Class A            |
|                                | 3,260       | Sterling Bancorp                            |

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|  |        |   |
|--|--------|---|
|  | 2,800  | Stewart Information Services Corp.      |
|  | 2,100  | Stifel Financial Corp. (a)              |
|  | 1,900  | Triad Guaranty, Inc. (a)                |
|  | 1,000  | WSFS Financial Corp.                    |
|  | 700    | Wauwatosa Holdings, Inc. (a)            |
| -----                                    |        |   |
| Foods - 1.0%                             | 300    | American Dairy, Inc. (a)                |
|  | 3,100  | Cal-Maine Foods, Inc.                   |
|  | 6,900  | Chiquita Brands International, Inc. (a) |
|  | 12,600 | Flowers Foods, Inc.                     |
|  | 3,700  | Fresh Del Monte Produce, Inc.           |
|  | 5,600  | Hain Celestial Group, Inc. (a)          |
|  | 2,300  | J&J Snack Foods Corp.                   |
|  | 5,100  | Lance, Inc.                             |
|  | 2,000  | M&F Worldwide Corp. (a)                 |
|  | 700    | Maui Land & Pineapple Co., Inc. (a)     |
|  | 5,800  | Performance Food Group Co. (a)          |
|  | 6,600  | Pilgrim's Pride Corp.                   |
|  | 4,400  | Ralcorp Holdings, Inc. (a)              |
|  | 3,000  | Sanderson Farms, Inc.                   |
|  | 100    | Seaboard Corp.                          |
|  | 8,100  | Sensient Technologies Corp.             |
|  | 5,843  | Tootsie Roll Industries, Inc.           |
|  | 5,100  | TreeHouse Foods, Inc. (a)               |
| -----                                    |        |   |
| Forest Products - 0.1%                   | 1,800  | Deltic Timber Corp.                     |
|  | 2,700  | Universal Forest Products, Inc.         |
| -----                                    |        |   |
| Forms & Bulk Printing Services<br>- 0.1% | 4,200  | Ennis, Inc.                             |
|  | 2,500  | Innerworkings, Inc. (a)                 |
|  | 2,900  | The Standard Register Co.               |
| -----                                    |        |   |
| Funeral Parlors & Cemeteries<br>- 0.1%   | 18,300 | Stewart Enterprises, Inc. Class A       |
| -----                                    |        |   |
| Glass - 0.1%                             | 4,900  | Apogee Enterprises, Inc.                |
| -----                                    |        |   |
| Gold - 0.1%                              | 48,700 | Coeur d'Alene Mines Corp. (a)           |
|  | 3,900  | Royal Gold, Inc.                        |
| -----                                    |        |   |

Small Cap Premium & Dividend Income Fund Inc.  
Schedule of Investments as of September 30, 2007 (Unaudited)

| Industry | Shares<br>Held | Common Stocks |
|----------|----------------|---------------|
| -----    |                |               |

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|  |  |  |
|--|--|--|
| Health Care Facilities - 0.5%              | 7,800<br>4,300<br>400<br>4,880<br>3,600<br>1,400<br>1,100<br>8,800<br>2,100<br>4,000<br>4,900<br>8,200<br>7,300                      | Assisted Living Concepts, Inc. (a)<br>Capital Senior Living Corp. (a)<br>Emeritus Corp. (a)<br>Kindred Healthcare, Inc. (a)<br>LCA-Vision, Inc.<br>MedCath Corp. (a)<br>National Healthcare Corp.<br>Psychiatric Solutions, Inc. (a)<br>Radiation Therapy Services, Inc. (a)<br>Res-Care, Inc. (a)<br>Skilled Healthcare Group, Inc. Class A (a)<br>Sun Healthcare Group, Inc. (a)<br>Sunrise Senior Living, Inc. (a)  |
| <hr style="border-top: 1px dashed #000;"/> |  |  |
| Health Care Management<br>Services - 0.7%  | 8,600<br>8,300<br>1,300<br>5,200<br>7,100<br>1,600<br>1,550<br>7,400<br>2,600<br>6,500<br>2,100<br>5,000<br>6,000<br>2,500           | AMERIGROUP Corp. (a)<br>Allscripts Healthcare Solutions, Inc. (a)<br>American Dental Partners, Inc. (a)<br>Amsurg Corp. (a)<br>Centene Corp. (a)<br>Computer Programs & Systems, Inc.<br>Corvel Corp. (a)<br>Eclipsys Corp. (a)<br>HMS Holdings Corp. (a)<br>HealthSpring, Inc. (a)<br>Molina Healthcare, Inc. (a)<br>Omnicell, Inc. (a)<br>Phase Forward, Inc. (a)<br>Vital Images, Inc. (a)  |
| <hr style="border-top: 1px dashed #000;"/> |  |  |
| Health Care Services - 0.6%                | 6,000<br>4,233<br>7,100<br>1,800<br>1,100<br>4,700<br>7,200<br>13,600<br>5,700<br>6,800<br>2,200<br>3,700<br>2,500<br>6,100<br>1,786 | Alliance Imaging, Inc. (a)<br>Amedisys, Inc. (a)<br>Apria Healthcare Group, Inc. (a)<br>Bio-Reference Labs, Inc. (a)<br>Emergency Medical Services Corp. (a)<br>Gentiva Health Services, Inc. (a)<br>Healthcare Services Group, Inc.<br>HealthSouth Corp. (a)<br>Healthways, Inc. (a)<br>Hythiam, Inc. (a)<br>LHC Group, Inc. (a)<br>Matria Healthcare, Inc. (a)<br>Nighthawk Radiology Holdings, Inc. (a)<br>Odyssey HealthCare, Inc. (a)<br>PharMerica Corp. (a) |
| <hr style="border-top: 1px dashed #000;"/> |  |  |
| Homebuilding - 0.1%                        | 5,800<br>6,100<br>2,100<br>4,000   | Beazer Homes USA, Inc.<br>Hovnanian Enterprises, Inc. Class A (a)<br>M/I Homes, Inc.<br>Meritage Homes Corp. (a)   |

Small Cap Premium & Dividend Income Fund Inc.

## Edgar Filing: Small Cap Premium & Dividend Income Fund, Inc. - Form N-Q

Schedule of Investments as of September 30, 2007 (Unaudited)

| Industry  | Shares<br>Held | Common Stocks                               |
|---|----------------|---|
|   | 9,400          | Standard-Pacific Corp.                      |
|   | 5,900          | WCI Communities, Inc. (a)                   |
| <hr/>   |                |   |
| Hotel/Motel - 0.1%                                | 3,100          | Lodgian, Inc. (a)                           |
|   | 3,400          | Marcus Corp.                                |
|   | 3,200          | Morgans Hotel Group Co. (a)                 |
| <hr/>   |                |   |
| Household Furnishings - 0.5%                      | 2,100          | American Woodmark Corp.                     |
|   | 5,000          | Ethan Allen Interiors, Inc.                 |
|   | 7,900          | Furniture Brands International, Inc.        |
|   | 3,400          | Haverty Furniture Cos., Inc.                |
|   | 1,700          | Hooker Furniture Corp.                      |
|   | 8,400          | La-Z-Boy, Inc.                              |
|   | 1,700          | Libbey, Inc.                                |
|   | 2,000          | Lifetime Brands, Inc.                       |
|   | 5,800          | Sealy Corp.                                 |
|   | 9,300          | Select Comfort Corp. (a)                    |
|   | 12,714         | Tempur-Pedic International, Inc.            |
| <hr/>   |                |   |
| Identification Control &<br>Filter Devices - 0.5% | 5,800          | Advanced Energy Industries, Inc. (a)        |
|   | 8,400          | Asyst Technologies, Inc. (a)                |
|   | 2,300          | Badger Meter, Inc.                          |
|   | 4,200          | ESCO Technologies, Inc. (a)                 |
|   | 1,375          | The Gorman-Rupp Co.                         |
|   | 10,498         | L-1 Identity Solutions, Inc. (a)            |
|   | 4,600          | Mine Safety Appliances Co.                  |
|   | 2,300          | Robbins & Myers, Inc.                       |
|   | 2,400          | Sun Hydraulics, Inc.                        |
|   | 5,300          | Veeco Instruments, Inc. (a)                 |
|   | 3,200          | Vicor Corp.                                 |
|   | 4,900          | Watts Water Technologies, Inc. Class A      |
|   | 4,500          | X-Rite, Inc.                                |
| <hr/>   |                |   |
| Industrial Products - 0.1%                        | 4,800          | Smith & Wesson Holding Corp. (a)            |
|   | 2,700          | TAL International Group, Inc.               |
| <hr/>   |                |   |
| Insurance: Life - 0.4%                            | 9,800          | American Equity Investment Life Holding Co. |
|   | 2,200          | Citizens, Inc. (a)                          |
|   | 7,250          | Delphi Financial Group, Inc. Class A        |
|   | 1,500          | Great American Financial Resources, Inc.    |
|   | 300            | Kansas City Life Insurance Co.              |
|   | 400            | National Western Life Insurance Co. Class A |
|   | 18,600         | The Phoenix Cos., Inc.                      |
|   | 3,500          | Presidential Life Corp.                     |



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|  |       |  |
|--|-------|--|
|  | 7,800 | Scottish Re Group Ltd. (a)             |
|  | 6,400 | Universal American Financial Corp. (a) |

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|                              |        |                       |
|------------------------------|--------|-----------------------|
| Insurance: Multi-Line - 1.1% | 5,300  | Alfa Corp.            |
|                              | 10,200 | Assured Guaranty Ltd. |
|                              | 2,000  | CNA Surety Corp. (a)  |

Small Cap Premium & Dividend Income Fund Inc.  
 Schedule of Investments as of September 30, 2007 (Unaudited)

| Industry                                    | Shares<br>Held | Common Stocks                              |
|---|----------------|--|
|   | 5,200          | Crawford & Co. Class B (a)                 |
|   | 3,000          | eHealth, Inc. (a)                          |
|   | 1,000          | EMC Insurance Group, Inc.                  |
|   | 2,300          | FBL Financial Group, Inc. Class A          |
|   | 400            | Flagstone Reinsurance Holdings Ltd.        |
|   | 4,800          | HealthExtras, Inc. (a)                     |
|   | 6,000          | Hilb Rogal & Hobbs Co.                     |
|   | 7,500          | Horace Mann Educators Corp.                |
|   | 10,700         | Max Capital Group Ltd.                     |
|   | 4,300          | Meadowbrook Insurance Group, Inc. (a)      |
|   | 16,900         | Montpelier Re Holdings Ltd.                |
|   | 1,900          | Pico Holdings, Inc. (a)                    |
|   | 9,100          | Platinum Underwriters Holdings Ltd.        |
|   | 5,400          | Primus Guaranty Ltd. (a)                   |
|   | 4,500          | Security Capital Assurance Ltd.            |
|   | 6,050          | Zenith National Insurance Corp.            |
| <hr style="border-top: 1px dashed black;"/> |                |  |
| Insurance: Property-Casualty<br>- 1.5%      |                |  |
|   | 1,800          | American Physicians Capital, Inc.          |
|   | 4,100          | Amerisafe, Inc. (a)                        |
|   | 3,000          | Amtrust Financial Services, Inc.           |
|   | 4,066          | Argo Group International Holdings Ltd. (a) |
|   | 15,200         | Aspen Insurance Holdings Ltd.              |
|   | 2,000          | Baldwin & Lyons, Inc. Class B              |
|   | 9,400          | Commerce Group, Inc.                       |
|   | 1,200          | Darwin Professional Underwriters, Inc. (a) |
|   | 1,600          | Donegal Group, Inc. Class A                |
|   | 8,710          | Employers Holdings, Inc.                   |
|   | 1,800          | FPIC Insurance Group, Inc. (a)             |
|   | 2,800          | First Acceptance Corp. (a)                 |
|   | 3,100          | First Mercury Financial Corp. (a)          |
|   | 11,000         | Fremont General Corp.                      |
|   | 500            | Greenlight Capital Re Ltd. (a)             |
|   | 2,400          | Harleysville Group, Inc.                   |
|   | 9,600          | IPC Holdings, Ltd.                         |
|   | 3,200          | Infinity Property & Casualty Corp.         |
|   | 1,500          | James River Group, Inc.                    |
|   | 1,600          | The Midland Co.                            |
|   | 900            | NYMAGIC, Inc.                              |
|   | 1,700          | National Interstate Corp.                  |

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|       |  |
|-------|--|
| 2,100 | Navigators Group, Inc. (a)             |
| 4,100 | Odyssey Re Holdings Corp.              |
| 6,900 | PMA Capital Corp. Class A (a)          |
| 5,500 | ProAssurance Corp. (a)                 |
| 3,400 | RLI Corp.                              |
| 2,500 | Safety Insurance Group, Inc.           |
| 4,700 | SeaBright Insurance Holdings, Inc. (a) |
| 9,600 | Selective Insurance Group, Inc.        |
| 2,300 | State Auto Financial Corp.             |
| 4,000 | Tower Group, Inc.                      |

Small Cap Premium & Dividend Income Fund Inc.  
 Schedule of Investments as of September 30, 2007 (Unaudited)

| Industry                                  | Shares<br>Held | Common Stocks                                |
|---|----------------|--|
|   | 3,000          | United America Indemnity, Ltd. (a)           |
|   | 3,600          | United Fire & Casualty Co.                   |
| Investment Management Companies<br>- 0.8% | 17,376         | Apollo Investment Corp.                      |
|   | 11,332         | Ares Capital Corp.                           |
|   | 4,100          | Calamos Asset Management, Inc. Class A       |
|   | 400            | Capital Southwest Corp.                      |
|   | 2,400          | Cohen & Steers, Inc.                         |
|   | 3,500          | Cowen Group, Inc. (a)                        |
|   | 2,600          | Epoch Holding Corp. (a)                      |
|   | 1,000          | GAMCO Investors, Inc. Class A                |
|   | 2,200          | Kohlberg Capital Corp.                       |
|   | 10,000         | MCG Capital Corp.                            |
|   | 3,100          | NGP Capital Resources Co.                    |
|   | 6,100          | National Financial Partners Corp.            |
|   | 5,400          | NexCen Brands, Inc. (a)                      |
|   | 2,600          | Technology Investment Capital Corp.          |
|   | 2,600          | U.S. Global Investors, Inc.                  |
|   | 1,400          | WP Stewart & Co. Ltd.                        |
|   | 13,700         | Waddell & Reed Financial, Inc. Class A       |
| Jewelry, Watches & Gemstones - 0.1%       | 7,600          | Fossil, Inc. (a)                             |
|   | 2,800          | Movado Group, Inc.                           |
| Leisure Time - 0.5%                       | 11,700         | Callaway Golf Co.                            |
|   | 4,700          | Great Wolf Resorts, Inc. (a)                 |
|   | 5,200          | Life Time Fitness, Inc. (a)                  |
|   | 5,700          | Premier Exhibitions, Inc. (a)                |
|   | 11,500         | Six Flags, Inc. (a)                          |
|   | 1,300          | Steinway Musical Instruments, Inc.           |
|   | 2,500          | Sturm Ruger & Co., Inc. (a)                  |
|   | 1,800          | Town Sports International Holdings, Inc. (a) |

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5,100 Vail Resorts, Inc. (a)  
2,500 West Marine, Inc. (a)

|  |       |                                       |
|--|-------|---------------------------------------|
| -----  |       |                                       |
| Machine Tools - 0.0%                         | 1,300 | Hurco Companies, Inc. (a)             |
| -----  |       |                                       |
| Machinery & Engineering - 0.1%               | 7,850 | Applied Industrial Technologies, Inc. |
| -----  |       |                                       |
| Machinery: Agricultural - 0.1%               | 1,850 | Gehl Co. (a)                          |
|  | 2,000 | Lindsay Manufacturing Co.             |
| -----  |       |                                       |
| Machinery: Construction & Handling<br>- 0.1% | 3,700 | ASV, Inc. (a)                         |
|  | 3,000 | Astec Industries, Inc. (a)            |
|  | 900   | NACCO Industries, Inc. Class A        |
| -----  |       |                                       |
| Machinery: Engines - 0.1%                    | 8,100 | Briggs & Stratton Corp.               |
|  | 3,200 | Raser Techonologies, Inc. (a)         |
| -----  |       |                                       |
| Machinery: Industrial/Specialty<br>- 0.7%    | 4,500 | Actuant Corp. Class A                 |
|  | 600   | Altra Holdings, Inc. (a)              |

Small Cap Premium & Dividend Income Fund Inc.  
Schedule of Investments as of September 30, 2007 (Unaudited)

| Industry   | Shares<br>Held | Common Stocks                          |
|--|----------------|--|
| -----  |                |  |
|  | 1,300          | Chart Industries, Inc. (a)             |
|  | 3,100          | Columbus McKinnon Corp. (a)            |
|  | 3,500          | EnPro Industries, Inc. (a)             |
|  | 2,300          | Hardinge, Inc.                         |
|  | 2,400          | Kadant, Inc. (a)                       |
|  | 2,200          | Middleby Corp. (a)                     |
|  | 5,200          | Nordson Corp.                          |
|  | 2,900          | Tecumseh Products Co. Class A (a)      |
|  | 2,800          | Tennant Co.                            |
|  | 900            | Twin Disc, Inc.                        |
|  | 4,900          | Woodward Governor Co.                  |
| -----  |                |  |
| Machinery: Oil Well Equipment<br>& Services - 1.5% | 4,800          | Allis-Chalmers Energy, Inc. (a)        |
|  | 5,800          | Basic Energy Services, Inc. (a)        |
|  | 3,350          | CARBO Ceramics, Inc.                   |
|  | 6,100          | Complete Production Services, Inc. (a) |
|  | 3,800          | Dril-Quip, Inc. (a)                    |
|  | 9,807          | Exterran Holdings, Inc. (a)            |
|  | 3,400          | Flotek Industries, Inc. (a)            |
|  | 2,100          | Gulf Island Fabrication, Inc.          |

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|        |   |
|--------|---|
| 4,500  | Horizon Offshore, Inc. (a)                |
| 4,200  | Hornbeck Offshore Services, Inc. (a)      |
| 2,400  | Lufkin Industries, Inc.                   |
| 2,800  | NATCO Group, Inc. Class A (a)             |
| 15,600 | Newpark Resources, Inc. (a)               |
| 8,000  | Oil States International, Inc. (a)        |
| 18,900 | Parker Drilling Co. (a)                   |
| 5,625  | RPC, Inc.                                 |
| 6,300  | Sulphco, Inc. (a)                         |
| 800    | Superior Offshore International, Inc. (a) |
| 2,200  | Superior Well Services, Inc. (a)          |
| 300    | T-3 Energy Services, Inc. (a)             |
| 1,900  | Trico Marine Services, Inc. (a)           |
| 1,900  | Union Drilling, Inc. (a)                  |
| 5,200  | W-H Energy Services, Inc. (a)             |
| 4,800  | Willbros Group, Inc. (a)                  |

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|                             |       |                                  |
|-----------------------------|-------|----------------------------------|
| Machinery: Specialty - 0.3% | 5,850 | Bucyrus International, Inc.      |
|                             | 1,900 | Cascade Corp.                    |
|                             | 4,600 | Flow International Corp. (a)     |
|                             | 3,600 | Semitool, Inc. (a)               |
|                             | 4,500 | TurboChef Technologies, Inc. (a) |

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|                             |        |                                |
|-----------------------------|--------|--------------------------------|
| Manufactured Housing - 0.1% | 12,500 | Champion Enterprises, Inc. (a) |
|                             | 1,600  | Palm Harbor Homes, Inc. (a)    |
|                             | 1,200  | Skyline Corp.                  |

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|                      |       |                             |
|----------------------|-------|-----------------------------|
| Manufacturing - 0.1% | 7,900 | Federal Signal Corp.        |
|                      | 2,200 | Standex International Corp. |

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Small Cap Premium & Dividend Income Fund Inc.  
Schedule of Investments as of September 30, 2007 (Unaudited)

| Industry  | Shares<br>Held | Common Stocks                                  |
|---|----------------|--|
| Medical & Dental Instruments<br>& Supplies - 3.1% | 3,500          | Abaxis, Inc. (a)                               |
|   | 4,700          | Abiomed, Inc. (a)                              |
|   | 9,700          | Align Technology, Inc. (a)                     |
|   | 12,300         | American Medical Systems Holdings, Inc. (a)(c) |
|   | 4,000          | AngioDynamics, Inc. (a)                        |
|   | 4,000          | Arrow International, Inc.                      |
|   | 3,000          | Bio-Rad Laboratories, Inc. Class A (a)         |
|   | 2,700          | BioMimetic Therapeutics, Inc. (a)              |
|   | 4,900          | CONMED Corp. (a)                               |
|   | 800            | Cantel Medical Corp. (a)                       |
|   | 9,500          | Cepheid, Inc. (a)                              |

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|        |   |
|--------|---|
| 4,200  | Conceptus, Inc. (a)                     |
| 2,500  | CryoLife, Inc. (a)                      |
| 2,900  | Cutera, Inc. (a)                        |
| 3,800  | Cyberonics, Inc. (a)                    |
| 3,800  | DJO, Inc. (a)                           |
| 2,400  | ev3, Inc. (a)                           |
| 3,300  | FoxHollow Technologies, Inc. (a)        |
| 1,400  | Hansen Medical, Inc. (a)                |
| 3,300  | I-Flow Corp. (a)                        |
| 2,500  | ICU Medical, Inc. (a)                   |
| 11,250 | Immucor, Inc. (a)                       |
| 4,900  | Invacare Corp.                          |
| 8,320  | Inverness Medical Innovations, Inc. (a) |
| 7,800  | Kyphon, Inc. (a)                        |
| 1,500  | Landauer, Inc.                          |
| 5,500  | LifeCell Corp. (a)                      |
| 1,900  | Medical Action Industries, Inc. (a)     |
| 6,500  | Mentor Corp.                            |
| 5,475  | Meridian Bioscience, Inc.               |
| 4,500  | Merit Medical Systems, Inc. (a)         |
| 3,100  | Micrus Endovascular Corp. (a)           |
| 1,800  | Northstar Neuroscience, Inc. (a)        |
| 5,800  | NuVasive, Inc. (a)                      |
| 8,100  | OraSure Technologies, Inc. (a)          |
| 2,200  | Orthofix International NV (a)           |
| 6,600  | Owens & Minor, Inc.                     |
| 11,700 | PSS World Medical, Inc. (a)             |
| 3,100  | Palomar Medical Technologies, Inc. (a)  |
| 4,000  | PolyMedica Corp.                        |
| 6,000  | Sonic Innovations, Inc. (a)             |
| 2,900  | SonoSite, Inc. (a)                      |
| 6,700  | Spectranetic Corp. (a)                  |
| 4,100  | Stereotaxis, Inc. (a)                   |
| 10,600 | Steris Corp.                            |
| 2,800  | SurModics, Inc. (a)                     |
| 5,700  | Symmetry Medical, Inc. (a)              |
| 8,700  | Thoratec Corp. (a)                      |
| 5,100  | Ventana Medical Systems, Inc. (a)       |
| 1,300  | Vital Signs, Inc.                       |
| 3,000  | Volcano Corp. (a)                       |

Small Cap Premium & Dividend Income Fund Inc.  
 Schedule of Investments as of September 30, 2007 (Unaudited)

| Industry                | Shares<br>Held | Common Stocks                      |
|-------------------------|----------------|------------------------------------|
| -----                   |                |                                    |
|                         | 5,400          | West Pharmaceutical Services, Inc. |
|                         | 5,800          | Wright Medical Group, Inc. (a)     |
| -----                   |                |                                    |
| Medical Services - 0.2% | 2,200          | Air Methods Corp. (a)              |
|                         | 6,400          | Magellan Health Services, Inc. (a) |
|                         | 4,800          | Parexel International Corp. (a)    |
|                         | 3,000          | RehabCare Group, Inc. (a)          |

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|   |        |                                       |
|---|--------|---------------------------------------|
| Metal Fabricating - 1.0%                                  | 1,100  | Ampco-Pittsburgh Corp.                |
|   | 2,700  | CIRCOR International, Inc.            |
|   | 200    | Comp International, Inc.              |
|   | 2,000  | Dynamic Materials Corp.               |
|   | 4,100  | Encore Wire Corp.                     |
|   | 1,700  | Haynes International, Inc. (a)        |
|   | 2,800  | Insteel Industries, Inc.              |
|   | 4,600  | Kaydon Corp.                          |
|   | 2,300  | L.B. Foster Co. Class A (a)           |
|   | 18,680 | Mueller Water Products, Inc. Series A |
|   | 800    | Northwest Pipe Co. (a)                |
|   | 6,000  | Quanex Corp.                          |
|   | 3,600  | RBC Bearings, Inc. (a)                |
|   | 3,800  | RTI International Metals, Inc. (a)    |
|   | 4,600  | Ryerson, Inc.                         |
|   | 3,300  | Superior Essex, Inc. (a)              |
|   | 200    | Trimas Corp. (a)                      |
|   | 3,000  | Valmont Industries, Inc.              |
| Metals & Minerals Miscellaneous<br>- 0.7%                 | 1,800  | A.M. Castle & Co.                     |
|   | 3,900  | AMCOL International Corp.             |
|   | 9,400  | Apex Silver Mines Ltd. (a)            |
|   | 3,300  | Brush Engineered Materials, Inc. (a)  |
|   | 5,200  | Compass Minerals International, Inc.  |
|   | 17,100 | GrafTech International Ltd. (a)       |
|   | 19,600 | Hecla Mining Co. (a)                  |
|   | 10,400 | Idaho General Mines, Inc. (a)         |
|   | 3,100  | Minerals Technologies, Inc.           |
|   | 6,800  | Stillwater Mining Co. (a)             |
|   | 10,400 | US Gold Corp. (a)                     |
|   | 9,800  | Uranium Resources, Inc. (a)           |
| Milling: Fruit & Grain Processing<br>- 0.0%               | 1,700  | MGP Ingredients, Inc.                 |
| Miscellaneous Business & Consumer<br>Discretionary - 0.0% | 1,600  | Core-Mark Holdings Co., Inc. (a)      |
| Miscellaneous Consumer Staples<br>- 0.0%                  | 3,200  | Reddy Ice Holdings, Inc.              |
| Miscellaneous Health Care - 0.0%                          | 700    | Animal Health International, Inc. (a) |
| Miscellaneous Materials &<br>Commodities - 0.2%           | 4,400  | Ceradyne, Inc. (a)                    |
|   | 5,900  | Symyx Technologies Inc. (a)           |
|   | 2,900  | WD-40 Co.                             |

Small Cap Premium & Dividend Income Fund Inc.  
Schedule of Investments as of September 30, 2007 (Unaudited)

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| Industry  | Shares<br>Held  | Common Stocks   |
|---|---|---|
| Miscellaneous Materials &<br>Processing - 0.2%  | 4,800<br>4,200<br>2,900<br>14,200<br>1,700  | Insituform Technologies, Inc. Class A (a)<br>Metal Management, Inc.<br>Rogers Corp. (a)<br>USEC, Inc. (a)<br>Xerium Technologies, Inc.  |
| Miscellaneous Producer Durables<br>- 0.0%       | 6,700<br>1,200  | Blount International, Inc. (a)<br>Park-Ohio Holdings Corp. (a)  |
| Miscellaneous Technology - 0.2%                 | 4,600<br>2,000<br>2,800   | IHS, Inc. Class A (a)<br>iRobot Corp. (a)<br>Vocus, Inc. (a)  |
| Multi-Sector Companies - 0.4%                   | 4,800<br>9,100<br>1,400<br>4,200<br>4,200<br>2,600<br>1,200<br>7,800                                  | Compass Diversified Holdings<br>GenCorp, Inc. (a)<br>GenTek Inc. (a)<br>Kaman Corp. Class A<br>Lancaster Colony Corp.<br>Raven Industries, Inc.<br>Sequa Corp. Class A (a)<br>Walter Industries, Inc.   |
| Office Furniture & Business<br>Equipment - 0.3% | 7,864<br>11,000<br>4,300<br>7,100   | ACCO Brands Corp. (a)<br>Herman Miller, Inc.<br>Kimball International, Inc. Class B<br>Knoll, Inc.  |
| Offshore Drilling - 0.3%                        | 4,500<br>2,300<br>13,300  | Atwood Oceanics, Inc. (a)<br>Bois d'Arc Energy, Inc. (a)<br>Hercules Offshore, Inc. (a)   |
| Oil: Crude Producers - 2.0%                     | 100<br>3,500<br>2,600<br>4,200<br>10,100<br>6,200<br>5,000<br>7,400<br>5,200<br>3,600<br>4,200<br>900 | APCO Argentina, Inc.<br>ATP Oil & Gas Corp. (a)<br>Arena Resources, Inc. (a)<br>Atlas America, Inc.<br>BPZ Resources, Inc. (a)<br>Berry Petroleum Co. Class A<br>Bill Barrett Corp. (a)<br>Brigham Exploration Co. (a)<br>Bronco Drilling Co., Inc. (a)<br>Callon Petroleum Co. (a)<br>Carrizo Oil & Gas, Inc. (a)<br>Clayton Williams Energy, Inc. (a) |

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|       |   |
|-------|---|
| 7,200 | Comstock Resources, Inc. (a)                |
| 2,100 | Contango Oil & Gas Co. (a)                  |
| 1,200 | Delek US Holdings, Inc.                     |
| 9,100 | EXCO Resources, Inc. (a)                    |
| 5,900 | Edge Petroleum Corp. (a)                    |
| 8,600 | Encore Acquisition Co. (a)                  |
| 1,400 | Energy Infrastructure Acquisition Corp. (a) |

Small Cap Premium & Dividend Income Fund Inc.  
 Schedule of Investments as of September 30, 2007 (Unaudited)

| Industry                                | Shares<br>Held | Common Stocks                       |
|---|----------------|-------------------------------------|
|   | 5,785          | Energy Partners Ltd. (a)            |
|   | 7,300          | FX Energy, Inc. (a)                 |
|   | 8,100          | GeoGlobal Resources, Inc. (a)       |
|   | 1,700          | Geokinetics, Inc. (a)               |
|   | 2,500          | Goodrich Petroleum Corp. (a)        |
|   | 30,100         | Grey Wolf, Inc. (a)                 |
|   | 2,400          | Gulfport Energy Corp. (a)           |
|   | 6,500          | Harvest Natural Resources, Inc. (a) |
|   | 13,200         | Mariner Energy, Inc. (a)            |
|   | 5,000          | McMoRan Exploration Co. (a)         |
|   | 15,200         | Meridian Resource Corp. (a)         |
|   | 1,539          | NTR Acquisition Co. (a)             |
|   | 11,600         | Oilsands Quest, Inc. (a)            |
|   | 6,100          | Parallel Petroleum Corp. (a)        |
|   | 26,250         | PetroHawk Energy Corp. (a)          |
|   | 2,900          | Petroleum Development Corp. (a)     |
|   | 7,200          | Petroquest Energy, Inc. (a)         |
|   | 8,100          | Pioneer Drilling Co. (a)            |
|   | 2,100          | Resource America, Inc. Class A      |
|   | 8,300          | Rosetta Resources, Inc. (a)         |
|   | 4,600          | Stone Energy Corp. (a)              |
|   | 4,900          | Swift Energy Co. (a)                |
|   | 5,200          | TXCO Resources, Inc. (a)            |
|   | 3,500          | Toreador Resources Corp. (a)        |
|   | 900            | Venoco, Inc. (a)                    |
|   | 4,190          | VeraSun Energy Corp. (a)            |
|   | 9,400          | Warren Resources, Inc. (a)          |
|   | 6,000          | Whiting Petroleum Corp. (a)         |
| Oil: Integrated Domestic - 0.1%         | 10,700         | Delta Petroleum Corp. (a)           |
|   | 1,800          | GMX Resources Inc. (a)              |
| Oil: Integrated International<br>- 0.0% | 10,100         | Vaalco Energy, Inc. (a)             |
| Paints & Coatings - 0.2%                | 7,500          | Ferro Corp.                         |
|   | 9,900          | H.B. Fuller Co.                     |
|   | 400            | Kronos Worldwide, Inc.              |



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|              |       |                                    |
|--------------|-------|------------------------------------|
| Paper - 0.4% | 4,700 | Albany International Corp. Class A |
|              | 9,200 | Bowater, Inc.                      |
|              | 5,900 | Buckeye Technologies, Inc. (a)     |
|              | 3,500 | Chesapeake Corp.                   |
|              | 4,800 | Mercer International, Inc.-Sbi (a) |
|              | 450   | Multi-Color Corp.                  |
|              | 2,600 | Neenah Paper, Inc.                 |
|              | 7,300 | P.H. Glatfelter Co.                |
|              | 5,600 | Rock-Tenn Co. Class A              |
|              | 7,700 | Wausau Paper Corp.                 |

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|                    |     |           |
|--------------------|-----|-----------|
| Photography - 0.0% | 600 | CPI Corp. |
|--------------------|-----|-----------|

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Small Cap Premium & Dividend Income Fund Inc.  
Schedule of Investments as of September 30, 2007 (Unaudited)

| Industry   | Shares<br>Held | Common Stocks                           |
|--|----------------|---|
| Plastics - 0.1%                                      | 2,300          | The Lamson & Sessions Co. (a)           |
|  | 5,200          | Spartech Corp.                          |
| Pollution Control & Environmental<br>Services - 0.2% | 2,600          | American Ecology Corp.                  |
|  | 13,200         | Darling International, Inc. (a)         |
|  | 2,200          | Fuel Tech, Inc. (a)                     |
|  | 6,400          | Headwaters, Inc. (a)                    |
|  | 2,600          | Team, Inc. (a)                          |
| Power Transmission Equipment - 0.1%                  | 5,200          | Regal-Beloit Corp.                      |
| Printing & Copying Services - 0.3%                   | 5,600          | Bowne & Co., Inc.                       |
|  | 9,300          | Cenveo, Inc. (a)                        |
|  | 2,400          | Schawk, Inc.                            |
|  | 7,500          | VistaPrint Ltd. (a)                     |
| Production Technology Equipment<br>- 1.1%            | 5,600          | ATMI, Inc. (a)                          |
|  | 16,500         | Axcelis Technologies, Inc. (a)          |
|  | 12,383         | Brooks Automation, Inc. (a)             |
|  | 7,600          | Cognex Corp.                            |
|  | 16,500         | Credence Systems Corp. (a)              |
|  | 5,900          | Cymer, Inc. (a)                         |
|  | 3,400          | Dionex Corp. (a)                        |
|  | 5,100          | Electro Scientific Industries, Inc. (a) |
|  | 21,995         | Entegris, Inc. (a)                      |

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|        |                                      |
|--------|--------------------------------------|
| 4,200  | Esterline Technologies Corp. (a)     |
| 5,200  | FEI Co. (a)                          |
| 3,700  | Intevac, Inc. (a)                    |
| 9,900  | Kulicke & Soffa Industries, Inc. (a) |
| 10,700 | LTX Corp. (a)                        |
| 3,200  | MTS Systems Corp.                    |
| 9,200  | Mattson Technology, Inc. (a)         |
| 6,800  | Photronics, Inc. (a)                 |
| 2,700  | Rofin-Sinar Technologies, Inc. (a)   |
| 4,313  | Rudolph Technologies, Inc. (a)       |
| 4,200  | Ultra Clean Holdings, Inc. (a)       |
| 4,200  | Ultratech, Inc. (a)                  |

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|                                  |       |   |
|----------------------------------|-------|---|
| Publishing: Miscellaneous - 0.2% | 1,700 | Consolidated Graphics, Inc. (a)                   |
|                                  | 1,700 | Courier Corp.                                     |
|                                  | 2,480 | GateHouse Media, Inc.                             |
|                                  | 4,400 | Martha Stewart Living Omnimedia, Inc. Class A (a) |
|                                  | 3,700 | Playboy Enterprises, Inc. Class B (a)             |
|                                  | 6,250 | Primedia, Inc.                                    |
|                                  | 5,600 | Scholastic Corp. (a)                              |

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|                               |        |                                      |
|-------------------------------|--------|--------------------------------------|
| Publishing: Newspapers - 0.2% | 13,800 | Belo Corp. Class A                   |
|                               | 7,700  | Journal Communications, Inc. Class A |
|                               | 7,500  | Lee Enterprises, Inc.                |

Small Cap Premium & Dividend Income Fund Inc.  
Schedule of Investments as of September 30, 2007 (Unaudited)

| Industry                       | Shares<br>Held | Common Stocks                                 |
|--------------------------------|----------------|---|
| <hr/>                          |                |   |
|                                | 3,600          | Media General, Inc. Class A                   |
|                                | 13,000         | Sun-Times Media Group, Inc.                   |
| <hr/>                          |                |   |
| Radio & TV Broadcasters - 0.4% | 7,400          | CKX, Inc. (a)                                 |
|                                | 41,050         | Citadel Broadcasting Corp.                    |
|                                | 5,400          | Cox Radio, Inc. Class A (a)                   |
|                                | 5,200          | Cumulus Media, Inc. Class A (a)               |
|                                | 6,800          | Emmis Communications Corp. Class A            |
|                                | 5,300          | Entercom Communications Corp.                 |
|                                | 1,000          | Fisher Communications, Inc. (a)               |
|                                | 6,800          | Gray Television, Inc.                         |
|                                | 4,400          | Lin TV Corp. Class A (a)                      |
|                                | 600            | Nexstar Broadcasting Group, Inc. Class A (a)  |
|                                | 12,500         | Radio One, Inc. Class D (a)                   |
|                                | 1,500          | Salem Communications Corp. Class A            |
|                                | 8,000          | Sinclair Broadcast Group, Inc. Class A        |
|                                | 7,400          | Spanish Broadcasting System, Inc. Class A (a) |
|                                | 11,600         | Westwood One, Inc.                            |

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3,700 World Wrestling Entertainment, Inc.

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|                           |       |   |
|---------------------------|-------|---|
| Railroad Equipment - 0.2% | 1,300 | American Railcar Industries, Inc.         |
|                           | 2,000 | Freightcar America, Inc.                  |
|                           | 2,600 | Greenbrier Cos., Inc.                     |
|                           | 7,900 | Westinghouse Air Brake Technologies Corp. |

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|                  |       |                                     |
|------------------|-------|-------------------------------------|
| Railroads - 0.1% | 5,750 | Genesee & Wyoming, Inc. Class A (a) |
|------------------|-------|-------------------------------------|

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|                    |       |                               |
|--------------------|-------|-------------------------------|
| Real Estate - 0.2% | 300   | AMREP Corp.                   |
|                    | 1,000 | Avatar Holdings, Inc. (a)     |
|                    | 3,500 | Bluegreen Corp. (a)           |
|                    | 1,000 | Consolidated-Tomoka Land Co.  |
|                    | 4,000 | Grubb & Ellis Co. (a)         |
|                    | 3,807 | HFF, Inc. Class A (a)         |
|                    | 7,452 | Hilltop Holdings, Inc. (a)    |
|                    | 800   | Quadra Realty Trust, Inc.     |
|                    | 2,100 | Resource Capital Corp.        |
|                    | 1,800 | Tejon Ranch Co. (a)           |
|                    | 2,500 | Thomas Properties Group, Inc. |

---

|  |        |                                       |
|--|--------|---------------------------------------|
| Real Estate Investment Trusts (REITs) - 5.2% | 5,600  | Acadia Realty Trust                   |
|  | 2,000  | Agree Realty Corp.                    |
|  | 11,100 | Alesco Financial, Inc.                |
|  | 300    | Alexander's, Inc. (a)                 |
|  | 4,800  | Alexandria Real Estate Equities, Inc. |
|  | 3,800  | American Campus Communities, Inc.     |
|  | 22,700 | American Financial Realty Trust (c)   |
|  | 9,500  | Anthracite Capital, Inc.              |
|  | 7,900  | Anworth Mortgage Asset Corp.          |
|  | 2,800  | Arbor Realty Trust, Inc.              |
|  | 17,250 | Ashford Hospitality Trust, Inc.       |
|  | 4,100  | Associated Estates Realty Corp.       |

Small Cap Premium & Dividend Income Fund Inc.  
 Schedule of Investments as of September 30, 2007 (Unaudited)

| Industry | Shares Held | Common Stocks                     |
|----------|-------------|-----------------------------------|
|          | 300         | BRT Realty Trust                  |
|          | 11,600      | BioMed Realty Trust, Inc.         |
|          | 2,900       | CBRE Realty Finance, Inc.         |
|          | 6,200       | CapLease, Inc.                    |
|          | 1,700       | Capital Trust, Inc.               |
|          | 7,200       | Cedar Shopping Centers, Inc.      |
|          | 6,200       | Corporate Office Properties Trust |
|          | 6,600       | Cousins Properties, Inc.          |
|          | 3,143       | Crystal River Capital, Inc.       |
|          | 27,450      | DCT Industrial Trust, Inc.        |

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|        |  |
|--------|--|
| 8,400  | Deerfield Triarc Capital Corp.               |
| 14,040 | DiamondRock Hospitality Co.                  |
| 8,040  | Digital Realty Trust, Inc.                   |
| 3,900  | Eastgroup Properties, Inc.                   |
| 4,600  | Education Realty Trust, Inc.                 |
| 4,600  | Entertainment Properties Trust               |
| 9,600  | Equity Inns, Inc.                            |
| 3,400  | Equity Lifestyle Properties, Inc.            |
| 5,900  | Equity One, Inc.                             |
| 10,100 | Extra Space Storage, Inc.                    |
| 10,200 | FelCor Lodging Trust, Inc.                   |
| 7,800  | First Industrial Realty Trust, Inc.          |
| 3,900  | First Potomac Realty Trust                   |
| 8,700  | Franklin Street Properties Corp.             |
| 25,800 | Friedman Billings Ramsey Group, Inc. Class A |
| 7,000  | GMH Communities Trust                        |
| 2,800  | Getty Realty Corp.                           |
| 6,400  | Glimcher Realty Trust                        |
| 2,800  | Gramercy Capital Corp.                       |
| 8,400  | Healthcare Realty Trust, Inc.                |
| 5,900  | Hersha Hospitality Trust                     |
| 9,300  | Highwoods Properties, Inc.                   |
| 5,400  | Home Properties, Inc.                        |
| 13,400 | IMPAC Mortgage Holdings, Inc.                |
| 9,500  | Inland Real Estate Corp.                     |
| 8,200  | Investors Real Estate Trust                  |
| 4,200  | JER Investors Trust, Inc.                    |
| 4,200  | Kite Realty Group Trust                      |
| 3,900  | LTC Properties, Inc.                         |
| 7,000  | LaSalle Hotel Properties                     |
| 10,730 | Lexington Corporate Properties Trust         |
| 7,600  | Luminent Mortgage Capital, Inc.              |
| 13,800 | MFA Mortgage Investments, Inc.               |
| 6,100  | Maguire Properties, Inc.                     |
| 8,100  | Medical Properties Trust, Inc.               |
| 7,420  | Meruelo Maddux Properties, Inc. (a)          |
| 4,100  | Mid-America Apartment Communities, Inc.      |
| 1,400  | Mission West Properties, Inc.                |
| 3,800  | National Health Investors, Inc.              |
| 10,700 | National Retail Properties, Inc.             |
| 13,700 | Nationwide Health Properties, Inc.           |

Small Cap Premium & Dividend Income Fund Inc.  
 Schedule of Investments as of September 30, 2007 (Unaudited)

| Industry | Shares<br>Held | Common Stocks                             |
|----------|----------------|---|
| -----    |                |   |
|          | 7,600          | Newcastle Investment Corp.                |
|          | 8,900          | NorthStar Realty Finance Corp.            |
|          | 1,550          | Novastar Financial, Inc. (a)              |
|          | 10,900         | Omega Healthcare Investors, Inc.          |
|          | 2,600          | PS Business Parks, Inc.                   |
|          | 2,500          | Parkway Properties, Inc.                  |
|          | 5,300          | Pennsylvania Real Estate Investment Trust |
|          | 7,100          | Post Properties, Inc.                     |

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|                                      |        |   |
|--------------------------------------|--------|---|
|                                      | 6,339  | Potlatch Corp.                            |
|                                      | 10,840 | RAIT Investment Trust                     |
|                                      | 3,000  | Ramco-Gershenson Properties Trust         |
|                                      | 16,600 | Realty Income Corp.                       |
|                                      | 3,400  | Redwood Trust, Inc.                       |
|                                      | 4,200  | Republic Property Trust                   |
|                                      | 1,700  | Saul Centers, Inc.                        |
|                                      | 12,500 | Senior Housing Properties Trust           |
|                                      | 3,200  | Sovran Self Storage, Inc.                 |
|                                      | 12,100 | Strategic Hotel Capital, Inc.             |
|                                      | 3,200  | Sun Communities, Inc.                     |
|                                      | 10,200 | Sunstone Hotel Investors, Inc.            |
|                                      | 5,400  | Tanger Factory Outlet Centers, Inc.       |
|                                      | 2,300  | Tarragon Corp. (a)                        |
|                                      | 7,500  | U-Store-It Trust                          |
|                                      | 1,900  | Universal Health Realty Income Trust      |
|                                      | 3,400  | Urstadt Biddle Properties, Inc. Class A   |
|                                      | 7,400  | Washington Real Estate Investment Trust   |
|                                      | 4,500  | Winthrop Realty Trust, Inc.               |
| -----                                |        |   |
| Recreational Vehicles & Boats - 0.2% | 2,300  | Arctic Cat, Inc.                          |
|                                      | 10,900 | Fleetwood Enterprises, Inc. (a)           |
|                                      | 1,600  | Marine Products Corp.                     |
|                                      | 4,900  | Monaco Coach Corp.                        |
|                                      | 5,800  | Polaris Industries, Inc.                  |
|                                      | 5,100  | Winnebago Industries, Inc.                |
| -----                                |        |   |
| Rental & Leasing Services:           | 2,800  | Electro Rent Corp.                        |
| Commercial - 0.1%                    | 2,200  | H&E Equipment Services, Inc. (a)          |
|                                      | 3,900  | McGrath RentCorp                          |
|                                      | 4,900  | Williams Scotsman International, Inc. (a) |
| -----                                |        |   |
| Rental & Leasing Services:           | 7,500  | Aaron Rents, Inc.                         |
| Consumer - 0.3%                      | 1,700  | Amerco, Inc. (a)                          |
|                                      | 3,900  | Dollar Thrifty Automotive Group, Inc. (a) |
|                                      | 2,200  | RSC Holdings, Inc. (a)                    |
|                                      | 11,500 | Rent-A-Center, Inc. (a)                   |
| -----                                |        |   |
| Restaurants - 1.6%                   | 4,500  | AFC Enterprises, Inc. (a)                 |
|                                      | 12,150 | Applebee's International, Inc.            |
|                                      | 2,400  | BJ's Restaurants, Inc. (a)                |
|                                      | 1,000  | Benihana, Inc. Class A (a)                |

Small Cap Premium & Dividend Income Fund Inc.  
Schedule of Investments as of September 30, 2007 (Unaudited)

| Industry | Shares<br>Held | Common Stocks |
|----------|----------------|---------------|
|----------|----------------|---------------|

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|        |   |
|--------|---|
| 6,300  | Bob Evans Farms, Inc.                               |
| 2,600  | Buffalo Wild Wings, Inc. (a)                        |
| 4,058  | CBRL Group, Inc.                                    |
| 4,700  | CEC Entertainment, Inc. (a)                         |
| 10,300 | CKE Restaurants, Inc.                               |
| 5,250  | California Pizza Kitchen, Inc. (a)                  |
| 3,000  | Carrols Restaurant Group, Inc. (a)                  |
| 5,000  | Chipotle Mexican Grill, Inc. Class B (a)            |
| 18,800 | Denny's Corp. (a)                                   |
| 6,700  | Domino's Pizza, Inc.                                |
| 2,800  | IHOP Corp.  |
| 5,100  | Jack in the Box, Inc. (a)                           |
| 6,400  | Jamba, Inc. (a)                                     |
| 10,500 | Krispy Kreme Doughnuts, Inc. (a)                    |
| 2,900  | Landry's Restaurants, Inc.                          |
| 1,800  | McCormick & Schmick's Seafood Restaurants, Inc. (a) |
| 700    | Morton's Restaurant Group, Inc. (a)                 |
| 4,100  | O'Charleys, Inc.                                    |
| 4,200  | P.F. Chang's China Bistro, Inc. (a)                 |
| 4,300  | Papa John's International, Inc. (a)                 |
| 5,900  | Rare Hospitality International, Inc. (a)            |
| 2,900  | Red Robin Gourmet Burgers, Inc. (a)                 |
| 8,800  | Ruby Tuesday, Inc.                                  |
| 3,000  | Ruth's Chris Steak House, Inc. (a)                  |
| 10,870 | Sonic Corp. (a)                                     |
| 4,600  | The Steak n Shake Co. (a)                           |
| 8,600  | Texas Roadhouse, Inc. Class A (a)                   |
| 10,200 | Triarc Cos.   |

-----  
Retail - 3.2%

|        |  |
|--------|--|
| 5,500  | 1-800-FLOWERS.COM, Inc. Class A (a)    |
| 7,600  | 99 Cents Only Stores (a)               |
| 3,200  | AC Moore Arts & Crafts, Inc. (a)       |
| 12,600 | Aeropostale, Inc. (a)                  |
| 3,200  | Asbury Automotive Group, Inc.          |
| 4,100  | bebe Stores, Inc.                      |
| 4,000  | Big 5 Sporting Goods Corp.             |
| 33,300 | Blockbuster, Inc. Class A (a)          |
| 2,500  | Blue Nile, Inc. (a)                    |
| 1,300  | The Bon-Ton Stores, Inc.               |
| 3,400  | Books-A-Million, Inc.                  |
| 9,500  | Borders Group, Inc.                    |
| 7,125  | Brown Shoe Co., Inc.                   |
| 2,300  | The Buckle, Inc.                       |
| 2,500  | Build-A-Bear Workshop, Inc. (a)        |
| 7,200  | CSK Auto Corp. (a)                     |
| 5,600  | Cabela's, Inc. Class A (a)             |
| 3,200  | Cache, Inc. (a)                        |
| 6,700  | Casual Male Retail Group, Inc. (a)     |
| 5,300  | The Cato Corp. Class A                 |
| 11,369 | Central Garden and Pet Co. Class A (a) |
| 4,100  | Charlotte Russe Holding, Inc. (a)      |
| 20,100 | Charming Shoppes, Inc. (a)             |

Small Cap Premium & Dividend Income Fund Inc.  
Schedule of Investments as of September 30, 2007 (Unaudited)

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| Industry | Shares<br>Held | Common Stocks                                |
|----------|----------------|--|
|          | 3,700          | The Children's Place Retail Stores, Inc. (a) |
|          | 5,900          | Christopher & Banks Corp.                    |
|          | 10,600         | Collective Brands, Inc. (a)                  |
|          | 1,400          | Conn's, Inc. (a)                             |
|          | 100            | DEB Shops, Inc.                              |
|          | 7,700          | Dress Barn, Inc. (a)                         |
|          | 3,800          | Eddie Bauer Holdings, Inc. (a)               |
|          | 6,300          | Ezcorp, Inc. (a)                             |
|          | 2,300          | FTD Group, Inc.                              |
|          | 7,000          | Fred's, Inc.                                 |
|          | 4,000          | GSI Commerce, Inc. (a)                       |
|          | 2,800          | Gaiam, Inc. (a)                              |
|          | 500            | Gander Mountain Co. (a)                      |
|          | 4,000          | Genesco, Inc. (a)                            |
|          | 4,000          | Group 1 Automotive, Inc.                     |
|          | 4,800          | Guitar Center, Inc. (a)                      |
|          | 5,300          | Gymboree Corp. (a)                           |
|          | 7,800          | HOT Topic, Inc. (a)                          |
|          | 5,950          | Hibbett Sports, Inc. (a)                     |
|          | 8,500          | Insight Enterprises, Inc. (a)                |
|          | 4,200          | Jo-Ann Stores, Inc. (a)                      |
|          | 3,125          | Jos. A. Bank Clothiers, Inc. (a)             |
|          | 979            | Lawson Products, Inc.                        |
|          | 2,600          | Lithia Motors, Inc. Class A                  |
|          | 2,700          | MarineMax, Inc. (a)                          |
|          | 8,400          | Men's Wearhouse, Inc.                        |
|          | 3,500          | New York & Co. (a)                           |
|          | 2,800          | Overstock.com, Inc. (a)                      |
|          | 200            | PC Connection, Inc. (a)                      |
|          | 11,400         | Pacific Sunwear of California, Inc. (a)      |
|          | 3,700          | The Pantry, Inc. (a)                         |
|          | 7,700          | The Pep Boys - Manny, Moe & Jack             |
|          | 4,700          | PetMed Express, Inc. (a)                     |
|          | 14,400         | Pier 1 Imports, Inc. (a)                     |
|          | 1,400          | PriceSmart, Inc.                             |
|          | 5,900          | Priceline.com, Inc. (a)                      |
|          | 3,500          | Retail Ventures, Inc. (a)                    |
|          | 3,600          | Rush Enterprises, Inc. Class A (a)           |
|          | 2,700          | Russ Berrie & Co., Inc. (a)                  |
|          | 13,100         | Sally Beauty Co., Inc. (a)                   |
|          | 3,700          | School Specialty, Inc. (a)                   |
|          | 1,600          | Shutterfly, Inc. (a)                         |
|          | 5,000          | Sonic Automotive, Inc.                       |
|          | 7,050          | Stage Stores, Inc.                           |
|          | 3,300          | Stamps.com, Inc. (a)                         |
|          | 4,400          | Stein Mart, Inc.                             |
|          | 200            | Syms Corp.                                   |
|          | 900            | Systemax, Inc.                               |
|          | 3,800          | Talbots, Inc.                                |
|          | 4,900          | Tuesday Morning Corp.                        |
|          | 5,000          | Tween Brands, Inc. (a)                       |

Small Cap Premium & Dividend Income Fund Inc.

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Schedule of Investments as of September 30, 2007 (Unaudited)

| Industry                                   | Shares<br>Held | Common Stocks                        |
|--|----------------|--------------------------------------|
|  | 7,000          | United Natural Foods, Inc. (a)       |
|  | 5,100          | ValueVision Media, Inc. Class A (a)  |
|  | 2,200          | Volcom, Inc. (a)                     |
|  | 12,600         | The Wet Seal, Inc. Class A (a)       |
|  | 8,000          | Zale Corp. (a)                       |
|  | 3,300          | Zumiez, Inc. (a)                     |
| <hr/>                                      |                |                                      |
| Savings & Loan - 1.2%                      | 3,400          | Anchor Bancorp Wisconsin, Inc.       |
|  | 10,000         | Bank Mutual Corp.                    |
|  | 8,100          | BankAtlantic Bancorp, Inc. Class A   |
|  | 5,200          | BankUnited Financial Corp. Class A   |
|  | 1,400          | Berkshire Hills Bancorp, Inc.        |
|  | 10,800         | Brookline Bancorp, Inc.              |
|  | 4,400          | Dime Community Bancshares, Inc.      |
|  | 3,400          | Downey Financial Corp.               |
|  | 2,400          | First Financial Holdings, Inc.       |
|  | 2,225          | First Indiana Corp.                  |
|  | 18,300         | First Niagara Financial Group, Inc.  |
|  | 2,300          | First Place Financial Corp.          |
|  | 2,700          | FirstFed Financial Corp. (a)         |
|  | 7,100          | Flagstar Bancorp, Inc.               |
|  | 3,400          | Flushing Financial Corp.             |
|  | 1,700          | Great Southern Bancorp, Inc.         |
|  | 1,950          | Horizon Financial Corp.              |
|  | 1,900          | IBERIABANK Corp.                     |
|  | 1,300          | Imperial Capital Bancorp, Inc.       |
|  | 4,500          | KNBT Bancorp, Inc.                   |
|  | 3,500          | Kearny Financial Corp.               |
|  | 100            | NASB Financial, Inc.                 |
|  | 18,500         | NewAlliance Bancshares, Inc.         |
|  | 3,000          | Northwest Bancorp, Inc.              |
|  | 5,800          | Ocwen Financial Corp. (a)            |
|  | 4,300          | PFF Bancorp, Inc.                    |
|  | 7,100          | Partners Trust Financial Group, Inc. |
|  | 10,700         | Provident Financial Services, Inc.   |
|  | 6,900          | Provident New York Bancorp           |
|  | 1,400          | Rockville Financial, Inc.            |
|  | 200            | Roma Financial Corp.                 |
|  | 8,260          | Sterling Financial Corp.             |
|  | 3,200          | TierOne Corp.                        |
|  | 4,400          | United Community Financial Corp.     |
|  | 600            | ViewPoint Financial Group            |
|  | 18,600         | W Holding Co., Inc.                  |
|  | 1,700          | Westfield Financial, Inc.            |
| <hr/>                                      |                |                                      |
| Scientific Equipment & Suppliers<br>- 0.2% | 7,000          | Newport Corp. (a)                    |
|  | 5,400          | Varian, Inc. (a)                     |



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|                                 |       |                        |
|---------------------------------|-------|------------------------|
| Securities Brokerage & Services | 8,600 | Centerline Holding Co. |
| - 0.4%                          | 2,300 | GFI Group, Inc. (a)    |

Small Cap Premium & Dividend Income Fund Inc.  
 Schedule of Investments as of September 30, 2007 (Unaudited)

| Industry                    | Shares<br>Held | Common Stocks                                     |
|-----------------------------|----------------|---|
|                             | 4,100          | KBW, Inc. (a)                                     |
|                             | 16,900         | Knight Capital Group, Inc. Class A (a)            |
|                             | 8,700          | LaBranche & Co., Inc. (a)                         |
|                             | 9,600          | Ladenburg Thalmann Financial Services, Inc. (a)   |
|                             | 5,100          | MarketAxess Holdings, Inc. (a)                    |
|                             | 6,300          | optionsXpress Holdings, Inc.                      |
|                             | 1,700          | Penson Worldwide, Inc. (a)                        |
|                             | 4,200          | SWS Group, Inc.                                   |
|                             | 2,521          | Thomas Weisel Partners Group, Inc. (a)            |
| Services: Commercial - 3.1% |                |   |
|                             | 7,700          | ABM Industries, Inc.                              |
|                             | 5,600          | AMN Healthcare Services, Inc. (a)                 |
|                             | 3,800          | Administaff, Inc.                                 |
|                             | 3,300          | The Advisory Board Co. (a)                        |
|                             | 3,300          | Ambassadors Group, Inc.                           |
|                             | 2,000          | Ambassadors International, Inc.                   |
|                             | 600            | Barrett Business Services                         |
|                             | 7,700          | CBIZ, Inc. (a)                                    |
|                             | 2,200          | CDI Corp.   |
|                             | 2,000          | CRA International, Inc. (a)                       |
|                             | 3,700          | Casella Waste Systems, Inc. (a)                   |
|                             | 4,100          | Chemed Corp.                                      |
|                             | 3,100          | CoStar Group, Inc. (a)                            |
|                             | 4,700          | Coinmach Service Corp. Class A                    |
|                             | 4,800          | Coinstar, Inc. (a)                                |
|                             | 1,700          | Cornell Cos., Inc. (a)                            |
|                             | 5,600          | Cross Country Healthcare, Inc. (a)                |
|                             | 4,600          | Diamond Management & Technology Consultants, Inc. |
|                             | 4,100          | DynCorp. International, Inc. (a)                  |
|                             | 3,200          | Exponent, Inc. (a)                                |
|                             | 7,000          | FTI Consulting, Inc. (a)                          |
|                             | 1,300          | First Advantage Corp. Class A (a)                 |
|                             | 2,400          | Forrester Research, Inc. (a)                      |
|                             | 3,600          | G&K Services, Inc. Class A                        |
|                             | 8,200          | The Geo Group, Inc. (a)                           |
|                             | 4,600          | Gevity HR, Inc.                                   |
|                             | 1,800          | Global Sources Ltd. (a)                           |
|                             | 8,800          | Harris Interactive, Inc. (a)                      |
|                             | 3,200          | Heidrick & Struggles International, Inc.          |
|                             | 9,100          | Home Solutions of America, Inc. (a)               |
|                             | 4,100          | Hudson Highland Group, Inc. (a)                   |
|                             | 1,300          | ICT Group, Inc. (a)                               |
|                             | 17,500         | IKON Office Solutions, Inc.                       |
|                             | 5,300          | Jackson Hewitt Tax Service, Inc.                  |
|                             | 3,800          | Kelly Services, Inc. Class A                      |

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|       |                              |
|-------|------------------------------|
| 4,600 | Kenexa Corp. (a)             |
| 5,100 | Kforce, Inc. (a)             |
| 5,300 | The Knot, Inc. (a)           |
| 7,100 | Korn/Ferry International (a) |
| 8,200 | Labor Ready, Inc. (a)        |
| 1,700 | Liquidity Services, Inc. (a) |

Small Cap Premium & Dividend Income Fund Inc.  
 Schedule of Investments as of September 30, 2007 (Unaudited)

| Industry        | Shares<br>Held | Common Stocks                       |
|-----------------|----------------|-------------------------------------|
|                 | 3,600          | MAXIMUS, Inc.                       |
|                 | 16,700         | MPS Group, Inc. (a)                 |
|                 | 2,700          | Midas, Inc. (a)                     |
|                 | 2,000          | Monro Muffler, Inc.                 |
|                 | 9,400          | Navigant Consulting, Inc. (a)       |
|                 | 7,500          | Net 1 UEPS Technologies, Inc. (a)   |
|                 | 5,300          | On Assignment, Inc. (a)             |
|                 | 8,700          | PHH Corp. (a)                       |
|                 | 5,100          | People Support, Inc. (a)            |
|                 | 3,900          | Perficient, Inc. (a)                |
|                 | 1,800          | Pre-Paid Legal Services, Inc. (a)   |
|                 | 2,100          | The Providence Service Corp. (a)    |
|                 | 7,800          | Regis Corp.                         |
|                 | 8,400          | Resources Connection, Inc.          |
|                 | 5,200          | Rollins, Inc.                       |
|                 | 8,600          | Source Interlink Cos., Inc. (a)     |
|                 | 10,000         | Spherion Corp. (a)                  |
|                 | 500            | Standard Parking Corp. (a)          |
|                 | 2,300          | Steiner Leisure Ltd. (a)            |
|                 | 6,300          | TeleTech Holdings, Inc. (a)         |
|                 | 9,900          | Tetra Tech, Inc. (a)                |
|                 | 600            | Travelzoo, Inc. (a)                 |
|                 | 1,800          | Unifirst Corp.                      |
|                 | 3,400          | Viad Corp.                          |
|                 | 2,250          | Volt Information Sciences, Inc. (a) |
|                 | 11,700         | Waste Connections, Inc. (a)         |
|                 | 700            | Waste Industries USA, Inc.          |
|                 | 3,133          | Waste Services, Inc. (a)            |
|                 | 7,000          | Watson Wyatt Worldwide, Inc.        |
|                 | 4,600          | World Fuel Services Corp.           |
| Shipping - 0.7% | 10,200         | American Commercial Lines, Inc. (a) |
|                 | 1,300          | Arlington Tankers Ltd               |
|                 | 2,400          | Double Hull Tankers, Inc.           |
|                 | 5,700          | Eagle Bulk Shipping, Inc.           |
|                 | 2,300          | Genco Shipping & Trading Ltd.       |
|                 | 3,800          | General Maritime Corp.              |
|                 | 6,800          | Golar LNG Ltd.                      |
|                 | 4,200          | Gulfmark Offshore, Inc. (a)         |
|                 | 4,700          | Horizon Lines, Inc. Class A         |
|                 | 2,000          | Knightsbridge Tankers Ltd.          |

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|       |                                      |
|-------|--------------------------------------|
| 3,800 | Nordic American Tanker Shipping Ltd. |
| 5,900 | Ship Finance International Ltd.      |
| 3,100 | Star Maritime Acquisition Corp. (a)  |
| 1,400 | TBS International Ltd. (a)           |

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|              |       |                               |
|--------------|-------|-------------------------------|
| Shoes - 0.5% | 2,800 | DSW, Inc. Class A (a)         |
|              | 2,000 | Deckers Outdoor Corp. (a)     |
|              | 6,900 | The Finish Line, Inc. Class A |
|              | 1,000 | Heelys, Inc. (a)              |
|              | 8,300 | Iconix Brand Group, Inc. (a)  |

Small Cap Premium & Dividend Income Fund Inc.  
 Schedule of Investments as of September 30, 2007 (Unaudited)

| Industry                            | Shares<br>Held | Common Stocks                                  |
|-------------------------------------|----------------|--|
|                                     | 4,200          | K-Swiss, Inc. Class A                          |
|                                     | 1,600          | Kenneth Cole Productions, Inc. Class A         |
|                                     | 1,500          | Shoe Carnival, Inc. (a)                        |
|                                     | 3,200          | Skechers U.S.A., Inc. Class A (a)              |
|                                     | 3,700          | Steven Madden Ltd.                             |
|                                     | 7,700          | Timberland Co. Class A (a)                     |
|                                     | 300            | Weyco Group, Inc.                              |
|                                     | 9,600          | Wolverine World Wide, Inc.                     |
| Steel - 0.3%                        | 558            | Claymont Steel, Inc. (a)                       |
|                                     | 4,100          | Gibraltar Industries, Inc.                     |
|                                     | 1,400          | Olympic Steel, Inc.                            |
|                                     | 4,000          | Schnitzer Steel Industries, Inc. Class A       |
|                                     | 1,500          | Universal Stainless & Alloy Products, Inc. (a) |
|                                     | 1,900          | Wheeling-Pittsburgh Corp. (a)                  |
|                                     | 11,200         | Worthington Industries, Inc.                   |
| Sugar - 0.0%                        | 1,900          | Imperial Sugar Co. New Shares                  |
| Telecommunications Equipment - 0.8% | 25,300         | Andrew Corp. (a) (c)                           |
|                                     | 17,700         | Arris Group, Inc. (a)                          |
|                                     | 2,800          | Audiovox Corp. Class A (a)                     |
|                                     | 7,300          | Belden, Inc.                                   |
|                                     | 8,300          | C-COR, Inc. (a)                                |
|                                     | 6,900          | Mastec, Inc. (a)                               |
|                                     | 1,800          | OpNext, Inc. (a)                               |
|                                     | 7,800          | Plantronics, Inc.                              |
|                                     | 14,900         | Polycom, Inc. (a)                              |
|                                     | 20,500         | Powerwave Technologies, Inc. (a)               |
|                                     | 8,000          | Symmetricom, Inc. (a)                          |

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|  |        |                                     |
|--|--------|-------------------------------------|
| Textile Products - 0.1%                  | 8,900  | Interface, Inc. Class A             |
| Textiles Apparel Manufacturers<br>- 0.7% | 8,600  | Carter's, Inc. (a)                  |
|  | 1,400  | Cherokee, Inc.                      |
|  | 2,300  | Columbia Sportswear Co.             |
|  | 1,500  | G-III Apparel Group, Ltd. (a)       |
|  | 5,970  | J. Crew Group, Inc. (a)             |
|  | 4,200  | Kellwood Co.                        |
|  | 3,000  | Maidenform Brands, Inc. (a)         |
|  | 2,500  | Oxford Industries, Inc.             |
|  | 1,950  | Perry Ellis International, Inc. (a) |
|  | 20,200 | Quiksilver, Inc. (a)                |
|  | 3,100  | True Religion Apparel, Inc. (a)     |
|  | 4,000  | Under Armour, Inc. Class A (a)      |
|  | 7,500  | The Warnaco Group, Inc. (a)         |
| Tires & Rubber - 0.1%                    | 10,000 | Cooper Tire & Rubber Co.            |
|  | 3,300  | Titan International, Inc.           |

Small Cap Premium & Dividend Income Fund Inc.  
Schedule of Investments as of September 30, 2007 (Unaudited)

| Industry                            | Shares<br>Held | Common Stocks                          |
|-------------------------------------|----------------|--|
| Tobacco - 0.2%                      | 15,700         | Alliance One International, Inc. (a)   |
|                                     | 2,700          | Schweitzer-Mauduit International, Inc. |
|                                     | 4,400          | Universal Corp.                        |
|                                     | 6,320          | Vector Group Ltd.                      |
| Toys - 0.1%                         | 4,800          | Jakks Pacific, Inc. (a)                |
|                                     | 5,600          | Leapfrog Enterprises, Inc. (a)         |
|                                     | 8,300          | Marvel Entertainment, Inc. (a)         |
| Transportation Miscellaneous - 0.2% | 4,000          | Celadon Group, Inc. (a)                |
|                                     | 1,400          | Dynamex, Inc. (a)                      |
|                                     | 6,300          | HUB Group, Inc. Class A (a)            |
|                                     | 9,100          | Odyssey Marine Exploration, Inc. (a)   |
|                                     | 6,000          | Pacer International, Inc.              |
|                                     | 2,500          | Ultrapetrol Bahamas Ltd. (a)           |
| Truckers - 0.4%                     | 3,700          | Arkansas Best Corp.                    |
|                                     | 5,100          | Forward Air Corp.                      |
|                                     | 10,300         | Heartland Express, Inc.                |
|                                     | 9,350          | Knight Transportation, Inc.            |

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|       |  |
|-------|--|
| 2,500 | Marten Transport Ltd. (a)                |
| 4,850 | Old Dominion Freight Line, Inc. (a)      |
| 100   | Patriot Transportation Holding, Inc. (a) |
| 2,600 | Saia, Inc. (a)                           |
| 1,000 | Universal Truckload Services, Inc. (a)   |
| 8,800 | Werner Enterprises, Inc.                 |

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|                                    |       |   |
|------------------------------------|-------|---|
| Utilities: Cable TV & Radio - 0.0% | 8,800 | Mediacom Communications Corp. Class A (a) |
|------------------------------------|-------|---|

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|                              |        |                                      |
|------------------------------|--------|--------------------------------------|
| Utilities: Electrical - 1.4% | 4,400  | Allete, Inc.                         |
|                              | 8,600  | Avista Corp.                         |
|                              | 6,100  | Black Hills Corp.                    |
|                              | 2,600  | CH Energy Group, Inc.                |
|                              | 1,100  | Central Vermont Public Service Corp. |
|                              | 9,700  | Cleco Corp.                          |
|                              | 8,400  | El Paso Electric Co. (a)             |
|                              | 5,300  | The Empire District Electric Co.     |
|                              | 7,200  | IDACORP, Inc.                        |
|                              | 6,300  | ITC Holdings Corp.                   |
|                              | 3,500  | MGE Energy, Inc.                     |
|                              | 5,800  | NorthWestern Corp.                   |
|                              | 4,800  | Otter Tail Corp.                     |
|                              | 12,500 | PNM Resources, Inc.                  |
|                              | 2,800  | Pike Electric Corp. (a)              |
|                              | 4,700  | Portland General Electric Co.        |
|                              | 4,333  | UIL Holdings Corp.                   |
|                              | 6,200  | Unisource Energy Corp.               |
|                              | 15,300 | Westar Energy, Inc.                  |

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|                                    |       |                         |
|------------------------------------|-------|-------------------------|
| Utilities: Gas Distributors - 0.8% | 1,200 | EnergySouth, Inc.       |
|                                    | 3,500 | The Laclede Group, Inc. |

Small Cap Premium & Dividend Income Fund Inc.  
 Schedule of Investments as of September 30, 2007 (Unaudited)

| Industry | Shares<br>Held | Common Stocks |
|----------|----------------|---------------|
|----------|----------------|---------------|

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|  |        |                               |
|--|--------|-------------------------------|
|  | 4,600  | New Jersey Resources Corp.    |
|  | 7,300  | Nicor, Inc.                   |
|  | 4,800  | Northwest Natural Gas Co.     |
|  | 12,100 | Piedmont Natural Gas Co.      |
|  | 2,500  | SEMCO Energy, Inc. (a)        |
|  | 5,100  | South Jersey Industries, Inc. |
|  | 6,900  | Southwest Gas Corp.           |
|  | 8,000  | WGL Holdings, Inc.            |

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|                                 |        |                  |
|---------------------------------|--------|------------------|
| Utilities: Miscellaneous - 0.1% | 61,000 | Aquila, Inc. (a) |
|---------------------------------|--------|------------------|

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|                                      |       |   |
|--------------------------------------|-------|---|
| Utilities: Telecommunications - 1.3% | 7,400 | Alaska Communications Systems Group, Inc. |
|--------------------------------------|-------|---|

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|        |   |
|--------|---|
| 800    | Atlantic Tele-Network, Inc.                 |
| 3,900  | Centennial Communications Corp. (a)         |
| 43,200 | Cincinnati Bell, Inc. (a)                   |
| 3,200  | Consolidated Communications Holdings, Inc.  |
| 25,400 | Dobson Communications Corp. Class A (a)     |
| 5,300  | FairPoint Communications, Inc.              |
| 20,610 | FiberTower Corp. (a)                        |
| 8,700  | General Communication, Inc. Class A (a)     |
| 4,700  | Global Crossing Ltd. (a)                    |
| 1,300  | Globalstar, Inc. (a)                        |
| 2,600  | Golden Telecom, Inc. (b)                    |
| 18,800 | ICO Global Communications Holdings Ltd. (a) |
| 8,100  | IDT Corp. Class B                           |
| 3,700  | Ibasis, Inc. (a)                            |
| 5,500  | Iowa Telecommunications Services, Inc.      |
| 2,800  | iPCS, Inc.                                  |
| 3,700  | NTELOS Holdings Corp.                       |
| 3,500  | North Pittsburgh Systems, Inc.              |
| 3,300  | ORBCOMM, Inc. (a)                           |
| 11,470 | PAETEC Holding Corp. (a)                    |
| 11,500 | Premiere Global Services, Inc. (a)          |
| 5,000  | RCN Corp.                                   |
| 1,600  | Rural Cellular Corp. Class A (a)            |
| 3,600  | Shenandoah Telecom Co.                      |
| 2,400  | SureWest Communications                     |
| 24,430 | Time Warner Telecom, Inc. Class A (a)       |
| 4,500  | USA Mobility, Inc.                          |

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Utilities: Water - 0.2%

|       |                                |
|-------|--------------------------------|
| 3,000 | American States Water Co.      |
| 3,100 | California Water Service Group |
| 1,400 | Consolidated Water Co., Inc.   |
| 2,500 | SJW Corp.                      |
| 3,965 | Southwest Water Co.            |

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Wholesale & International Trade  
- 0.1%

|       |   |
|-------|---|
| 5,800 | Central European Distribution Corp. (a) |
|-------|---|

---

Wholesalers - 0.3%

|       |                          |
|-------|--------------------------|
| 8,230 | Brightpoint, Inc. (a)    |
| 2,200 | Houston Wire & Cable Co. |
| 7,400 | LKQ Corp. (a)            |

Small Cap Premium & Dividend Income Fund Inc.  
Schedule of Investments as of September 30, 2007 (Unaudited)

| Industry | Shares<br>Held | Common Stocks |
|----------|----------------|---------------|
|----------|----------------|---------------|

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|       |                                    |
|-------|------------------------------------|
| 1,400 | MWI Veterinary Supply, Inc. (a)    |
| 5,500 | Prestige Brands Holdings, Inc. (a) |
| 4,500 | United Stationers, Inc. (a)        |

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Total Common Stocks (Cost - \$205,233,513) - 88.1%

Mutual Funds

|       |  |
|-------|--|
| 2,300 | Gladstone Capital Corp.                  |
| 5,500 | Hercules Technology Growth Capital, Inc. |
| 1,000 | Kayne Anderson Energy Development Co.    |
| 4,600 | Patriot Capital Funding, Inc.            |
| 3,800 | Pennantpark Investment Corp.             |
| 2,000 | Prospect Capital Corp.                   |

Total Mutual Funds (Cost - \$314,432) - 0.1%

Face Amount Short-Term Securities

|                       |               |   |
|-----------------------|---------------|---|
| Time Deposits - 12.4% | \$ 31,237,777 | State Street Bank & Trust Co., 3.75% due 10/01/2007 |
|-----------------------|---------------|---|

Total Short-Term Securities  
(Cost - \$31,237,777) - 12.4%

Total Investments Before Options Written  
(Cost - \$236,785,722) - 100.6%

Number of Contracts Options Written

|                      |       |  |
|----------------------|-------|--|
| Call Options Written | 1,500 | Russell 2000 Index, expiring October 2007 at \$820 |
|----------------------|-------|--|

Total Options Written  
(Premiums Received - \$2,518,005) - (0.5%)

Total Investments, Net of Options Written  
(Cost - \$234,267,717\*) - 100.1%

Liabilities in Excess of Other Assets - (0.1%)

Net Assets - 100.0%

\* The cost and unrealized appreciation (depreciation) of investments, net of options written, as of September 30, 2007, as computed for federal income tax purposes, were as follows:

|                               |                |
|-------------------------------|----------------|
| Aggregate cost                | \$ 254,606,184 |
|                               | =====          |
| Gross unrealized appreciation | \$ 8,418,119   |
| Gross unrealized depreciation | (11,525,558)   |
|                               | -----          |

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Net unrealized depreciation \$ (3,107,439)  
=====

- (a) Non-income producing security.
- (b) Depository receipts.
- (c) All or a portion of security held as collateral in connection with open financial futures contracts.
- o For Fund portfolio compliance purposes, the Fund's industry classifications refer to any one or more of the industry sub-classifications used by one or more widely recognized market indexes or ratings group indexes, and/or as defined by Fund management. This definition may not apply for purposes of this report, which may combine industry sub-classifications for reporting ease. Industries are shown as a percent of net assets.
- o Financial futures contracts purchased as of September 30, 2007 were as follows:

| Number of Contracts | Issue              | Expiration Date | Face Value    | Unrealized Appreciation |
|---------------------|--------------------|-----------------|---------------|-------------------------|
| 57                  | Russell 2000 Index | December 2007   | \$ 22,486,044 | \$ 690,156              |

Item 2 - Controls and Procedures

- 2(a) - The registrant's principal executive and principal financial officers or persons performing similar functions have concluded that the registrant's disclosure controls and procedures (as defined in Rule 30a-3(c) under the Investment Company Act of 1940, as amended (the "1940 Act")) are effective as of a date within 90 days of the filing of this report based on the evaluation of these controls and procedures required by Rule 30a-3(b) under the 1940 Act and Rule 13a-15(b) under the Securities and Exchange Act of 1934, as amended.
- 2(b) - There were no changes 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 have materially affected, or are reasonably likely to materially affect, the registrant's internal control over financial reporting.

Item 3 - Exhibits

Certifications - Attached hereto

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.

Small Cap Premium and Dividend Income Fund Inc.

By: /s/ Mitchell M. Cox

-----  
 Mitchell M. Cox,  
 Chief Executive Officer (principal executive officer) of



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Small Cap Premium and Dividend Income Fund Inc.

Date: November 19, 2007

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/ Mitchell M. Cox  
-----

Mitchell M. Cox,  
Chief Executive Officer (principal executive officer) of  
Small Cap Premium and Dividend Income Fund Inc.

Date: November 19, 2007

By: /s/ James E. Hillman  
-----

James E. Hillman,  
Chief Financial Officer (principal financial officer) of  
Small Cap Premium and Dividend Income Fund Inc.

Date: November 19, 2007