

NUVEEN DIVERSIFIED DIVIDEND & INCOME FUND
Form N-CSR/A
March 10, 2005

UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

FORM N-CSR

CERTIFIED SHAREHOLDER REPORT OF REGISTERED MANAGEMENT INVESTMENT COMPANIES

Investment Company Act file number 811-21407

Nuveen Diversified Dividend and Income Fund

(Exact name of registrant as specified in charter)

Nuveen Investments
333 West Wacker Drive
Chicago, IL 60606

(Address of principal executive offices) (Zip code)

Jessica R. Droeger
Nuveen Investments
333 West Wacker Drive
Chicago, IL 60606

(Name and address of agent for service)

Registrant's telephone number, including area code: (312) 917-7700

Date of fiscal year end: December 31

Date of reporting period: December 31, 2004

Form N-CSR is to be used by management investment companies to file reports with the Commission not later than 10 days after the transmission to stockholders of any report that is required to be transmitted to stockholders under Rule 30e-1 under the Investment Company Act of 1940 (17 CFR 270.30e-1). The Commission may use the information provided on Form N-CSR in its regulatory, disclosure review, inspection, and policymaking roles.

A registrant is required to disclose the information specified by Form N-CSR, and the Commission will make this information public. A registrant is not required to respond to the collection of information contained in Form N-CSR unless the Form displays a currently valid Office of Management and Budget ("OMB") control number. Please direct comments concerning the accuracy of the information collection burden estimate and any suggestions for reducing the burden to Secretary, Securities and Exchange Commission, 450 Fifth Street, NW, Washington, DC 20549-0609. The OMB has reviewed this collection of information under the clearance requirements of 44 U.S.C. ss. 3507.

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ITEM 1. REPORTS TO STOCKHOLDERS.

ANNUAL REPORT December 31, 2004

Nuveen Investments
Closed-End
Exchange-Traded
Funds

Nuveen
Diversified
Dividend and
Income Fund
JDD

Photo of: Man and woman sitting on porch.
Photo of: 2 children sitting in the grass.

HIGH CURRENT INCOME AND TOTAL RETURN FROM A PORTFOLIO OF DIVIDEND-PAYING COMMON STOCKS, REIT STOCKS, EMERGING MARKETS SOVEREIGN DEBT, AND SENIOR LOANS

Logo: NUVEEN Investments

Photo of: Woman
Photo of: Man and child
Photo of: Woman

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(Be sure to have the address sheet that accompanied this report handy. You'll need it to complete the enrollment process.)

Logo: NUVEEN Investments

Timothy R. Schwertfeger
Chairman of the Board

Photo of: Timothy R. Schwertfeger

Chairman's

LETTER TO SHAREHOLDERS

I am very pleased to report that over the year ended December 31, 2004, your Fund continued to provide you with attractive monthly distributions and diversified exposure to a variety of important market sectors and asset classes.

Portfolio diversification is a recognized way to reduce some of the risk that comes with investing. Since one part of your portfolio may be going up when another is going down, portfolio diversification may help smooth your investment returns over time. Your Fund, with its holdings of dividend-paying stocks, REIT stocks, emerging markets sovereign debt and senior corporate loans, is specifically designed to help

"YOUR FUND, WITH ITS HOLDINGS OF DIVIDEND-PAYING STOCKS, REIT STOCKS, EMERGING MARKETS SOVEREIGN DEBT AND SENIOR CORPORATE LOANS, IS SPECIFICALLY DESIGNED TO HELP YOU ACHIEVE GREATER PORTFOLIO DIVERSIFICATION."

you achieve greater portfolio diversification. Your financial advisor can explain the potential advantages of portfolio diversification in more detail. I urge you to contact him or her soon for more information on this important investment strategy.

I also urge you to consider receiving future Fund reports and other Fund information faster by using e-mail and the Internet. Sign up is quick and easy - see the inside front cover of this report for instructions.

For more than 100 years, Nuveen has specialized in offering quality investments such as your Fund to those seeking to accumulate and preserve wealth. Our mission continues to be to assist you and your financial advisor by offering the investment solutions and services that can help you secure your long-term financial goals. We thank you for choosing us as a partner as you work toward that objective.

Sincerely,

/s/Timothy R. Schwertfeger

Timothy R. Schwertfeger
Chairman of the Board

February 15, 2005

Nuveen Diversified Dividend and Income Fund
(JDD)

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Portfolio Managers' PERSPECTIVE

The Nuveen Diversified Dividend and Income Fund features portfolio management by teams at four subadvisers:

NWQ Investment Management Company, LLC, an affiliate of Nuveen Investments, invests its portion of the Fund's assets in dividend-paying common stocks. Jon Bosse, Chief Investment Officer of NWQ, leads the Fund's management team at that firm. He has more than 18 years of investment management experience.

Security Capital Research & Management Incorporated, a part of JPMorgan Fleming Asset Management, which is the asset management business of JPMorgan Chase & Co., invests its portion of the Fund's assets in REIT common stocks. Tony Manno and Ken Statz, who each have more than 21 years' experience in managing real estate investments, lead the team.

Wellington Management Company, LLP invests its portion of the Fund's assets in emerging markets sovereign debt. James W. Valone, who has more than 10 years of investment management experience, heads the team.

Symphony Asset Management LLC, an affiliate of Nuveen Investments, invests its portion of the Fund's assets in senior loans. The Symphony team is led by Gunther Stein and Lenny Mason, who have more than 25 years of combined investment management experience.

Here representatives from NWQ, Security Capital, Wellington Management and Symphony talk about general economic conditions, their management strategies and the performance of the Fund for the 12-month period ended December 31, 2004.

WHAT WERE THE GENERAL MARKET CONDITIONS OVER THE 12-MONTH PERIOD ENDED DECEMBER 31, 2004?

Generally, the U.S. economy presented a slowly improving picture in 2004. The Gross Domestic Product (GDP) grew at a preliminary estimate of 4.4% over the course of the year. Inflation remained largely in check as the Consumer Price Index rose 3.3% due primarily to increased energy costs. Corporate profits grew by an average of about 20%, and there was an increase of approximately 2 million jobs with the unemployment rate dropping to 5.4% at the end of 2004 from 5.7% at the beginning of the year. The fourth quarter stock market rally seemed to reflect a belief by some that the economic recovery had become more self-sustaining.

In the domestic equity markets, almost all equity indices posted strong, double-digit returns in 2004, confounding many market observers. While many were expecting issues such as a weak U.S. dollar, significant increases in almost all commodity prices, and large

trade and budget deficits to hurt equity returns, the market did not seem to be significantly affected by these factors. During the spring and summer of 2004, the U.S. stock market was stuck in a very tight trading range as investors worried about the likely outcome of U.S. elections, the risk of a terrorist event disrupting the elections, and the rising price of oil. However, once the election uncertainty was gone - and helped by some weakness in oil prices -

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stocks surged higher, with many ending the year at or near their highs. Through the first nine months the S&P 500 was basically unchanged, but this widely followed index ended 2004 up over 10% with nearly all of the gains occurring in the fourth quarter. This occurred despite the Federal Reserve raising short-term interest rates twice in the fourth quarter and five times between June and December 2004. (On February 2, 2005, after the close of this reporting period, the Federal Reserve raised the fed funds rate by another 0.25% to 2.50%.)

In the real estate market, many sectors performed well as the Dow Jones Wilshire Real Estate Securities Index rose more than 34% over the course of 2004. Malls and smaller shopping centers, which tend to be more influenced by consumer behavior, continued experience healthy operating fundamentals. In contrast, those sectors for which business investment and job creation play a key role in creating and sustaining marginal demand--such as office buildings and hotels--experienced some stress. Overall, new supply additions had remained largely in balance, leading some to believe that any increases in demand as the economy improves may ultimately lead to higher occupancy levels, increased cash flow and better dividend coverage for many real estate operating companies.

Emerging markets sovereign debt, as measured by the JP Morgan EMBI Global Diversified Index, had a strong year in 2004, posting a total return of 11.6%. The asset class benefited from a positive global capital market environment and improving fundamentals in emerging countries. Abundant global liquidity created opportunities for governments to continue obtaining financing on relatively favorable terms. In addition, high commodity prices provided a boost for commodity exporters. As a result, oil producing exporters such as Ecuador and Venezuela were among the top performing countries for the year. In addition, the emerging markets sovereign debt asset class was boosted by prudent government policies in many countries and generally healthy balance-of-payments results. The credit rating agencies responded favorably to these developments, and market returns were helped by a healthy ratio of upgrades to down-

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grades. Among the 31 countries in JP Morgan's EMBI Global Diversified Index, Moody's made 5 upgrades and 2 downgrades in 2004, while S&P made 14 upgrades and only one downgrade.

The senior loan market maintained its upward momentum during the fourth quarter of 2004, capping off a strong performance for the year. While volatile petroleum prices and commodity costs remained a central concern, leveraged loan assets as measured by the CSFB Leveraged Loan Index posted a 5.60% return for the year. Investor sentiment remained upbeat, sustained by the steady flow of positive macroeconomic data. M&A-related institutional transactions climbed to \$65 billion for the year, more than double the 2003 level.

WHAT WAS YOUR OVERALL MANAGEMENT STRATEGY FOR THE 12-MONTH PERIOD ENDED DECEMBER 31, 2004?

For the portion of the Fund's assets earmarked for dividend-paying common stocks, we continued to employ an opportunistic, bottom-up strategy that focused on identifying attractively valued companies that we thought possessed favorable risk/reward characteristics and emerging catalysts that we believed could unlock value or improve profitability. These catalysts included management changes, restructuring efforts, recognition of hidden assets, or a positive change in the underlying fundamentals. We also continued to focus on downside protection, and paid a great deal of attention to a company's balance sheet and cash flow statement, not just the income statement. We believed that cash flow analysis offered a more objective and truer picture of a company's financial position

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than an evaluation based on earnings alone.

We generally maintained a long-term horizon in our equity selection process. However, we did reduce or eliminate several positions from the portfolio during the year because we thought their risk/reward profiles had become less attractive. This especially was true in the energy and utility sectors due to share price appreciation. At the same time, we made several opportunistic purchases in companies such as Altria Group, Citigroup and Fannie Mae when price weakness had made these valuations more compelling in our view. We also added cyclical stocks early in the year with stakes in industrial commodity companies like Alumina Ltd and DSM NV.

For our REIT investments, achieving the appropriate balance of current income and long-term appreciation potential was a critical component of our investment strategy. To

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optimally position the portfolio for both of these objectives, we focused on the common stock of companies that, in our view, owned high quality real estate and presented the highest long-term total return potential. Typically, these securities did not feature relatively high current yields. To augment the income of the portfolio, we also maintained an allocation to preferred stocks issued by similarly high quality companies, especially those that we believed had improving credit outlooks. Importantly, we also steered clear of stocks that offered high current yield, but in our view presented inferior risk-adjusted long-term appreciation potential.

For the emerging markets sovereign debt portion of the portfolio, we sought to add value by identifying countries and securities with what we thought were attractive risk and return profiles. In our view, Latin America was a region where key countries showed improving credit trends and attractive valuations, and we held relatively overweighted positions in Brazil, Columbia and Peru. In Central and Eastern Europe, we maintained a relatively overweighted position in Russia due to what we identified as an appealing combination of strong credit trends, improving fundamental prospects and attractive prices. We also found some attractive opportunities in Turkey, where sound economic policies were anchored by their desire to join the European Union. We maintained underweighted positions or had no exposure to most Asian and Middle Eastern countries due to valuation considerations. However, we did have a relatively overweighted position in South African bonds due to our expectations of credit upgrades and attractive valuations relative to other investment grade alternatives in the market.

For the senior loan portion of the portfolio, our core strategies were to seek opportunities to upgrade the portfolio by purchasing loans with what we thought were strong asset protection and attractive coupons, reduce exposure to companies with what we believed were inadequate asset protection, negative earnings volatility or inadequate liquidity, and selectively add discount loans that we thought offered value. With the continued robust level of new issues and repricings, we focused on buying new loans with strong asset coverage, attractive coupons and call protection, and selectively sold lower coupon loans. Industry sectors that we found attractive included food and beverage/consumer products, industrials and gaming. Industry sectors where we were cautious included automotive, telecom and finance.

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HOW DID THE FUND PERFORM?

Fund performance results, as well as the performance of a relevant benchmark, are shown in the accompanying table.

TOTAL RETURNS ON NET ASSET VALUE

For the 12 months ended December 31, 2004

JDD	20.44%
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Comparative benchmark ¹	17.48%
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Past performance does not guarantee future results. Returns do not reflect the deduction of taxes that a shareholder may have to pay on Fund distributions or upon the sale of Fund shares.

For the 12 months ended December 31, 2004, the Fund outperformed its comparative benchmark. One of the primary factors benefiting the performance of the Fund relative to that of the unmanaged benchmark was the Fund's use of financial leverage. While leveraging can add volatility to the Fund's NAV and share price, especially during periods of rising interest rates, this strategy can also provide opportunities for additional income and total returns for common shareholders when short-term interest rates remain relatively low and long-term rates fall or remain relatively constant, as they did during this reporting period.

Over this period, the dividend-paying common stock portion of the Fund's portfolio benefited from both the combination of a bullish period for stocks and favorable stock selection. As a group, our energy sector investments had the greatest impact on performance, with each of our six energy holdings appreciating over the course of the full year, despite some declines late in the period. Our telecommunication stocks also did well, reflecting the growth in cellular phone usage and improved wireline fundamentals that resulted from some much needed regulatory relief for regional bell companies. In the defense industry sector, Lockheed Martin and Raytheon Corp. gained on the strength of their improving fundamentals and attractive valuations. Our investment in Tate & Lyle plc (United Kingdom) surged higher over the course of the year on the success of their new calorie-free sweetener called Sucralose. Utility stocks Korea Electric Power (Korea), and United Utilities plc (United Kingdom) also contributed positively to the Fund's results.

On the other hand, our investment in insurance-broker Aon Corp. underperformed due to an investigation of the insurance industry by New York Attorney General Eliot Spitzer. Under scrutiny is the practice of contingent commissions -- compensating brokers for steering business to certain insurance providers -- and bid rigging. Although we have

1 Benchmark performance is a blended return consisting 1) 18.75% of the return of the Russell 3000 Value Index, which measures the performance of those Russell 3000 Index companies with lower price-to-book ratios and lower forecasted growth values, 2) 6.25% of the return of the MSCI EAFE ex-Japan Value Index, a capitalization-weighted index that selects the lower 50% of the price-to-book ranked value stocks traded in the developed markets of Europe, Asia and the Far East, excluding Japan, 3) 25% of the return of the Dow Jones Wilshire Real Estate Securities Index, an unmanaged, market-capitalization-weighted index comprised of publicly traded REITs and real estate companies, 4) 25% of the return of the JP

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Morgan EMBI Global Diversified Index, which tracks total returns for U.S.-dollar-denominated debt instruments issued by emerging markets sovereign and quasi-sovereign entities, and 5) 25% of the return of the CSFB Leveraged Loan Index, which consists of approximately \$150 billion of tradable term loans with at least one year to maturity and rated BBB or lower. Index returns do not include the effects of any sales charges or management fees. It is not possible to invest directly in an index.

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not heard of any evidence that AON colluded with insurance providers to set bid prices (i.e., bid rigging), the company did accept contingent commissions which were disclosed to clients. As of the end of this reporting period, the contingent commissions had been eliminated. Our investment in insurance provider Hartford Financial Services also declined significantly on the news of the investigation, but recovered later as it became apparent it would have minimal impact on their operating results. Rising short-term interest rates had a negative impact on our investment in MFA Mortgage Investments as the flattening yield curve pressured net interest spreads. Political pressures contributed to the decline in Fannie Mae as its government regulator (OFHEO) released a report critical of the company's accounting practices. Shares of auto parts supplier Delphi Corp. declined for the year as rising commodity prices and lower production volumes resulted in disappointing operating results.

Looking at the real estate portion of the portfolio, our focus on common stocks of cyclically sensitive real estate companies such as mall and apartment companies worked well, especially in conjunction with our further focus on the long term value creation capabilities of the individual companies' real estate portfolios and management teams.

The Fund owned a significant allocation of real estate preferred stocks during this period, an environment in which real estate common stocks enjoyed remarkably high total returns. As a result, our real estate preferred stock holdings did create a drag on performance relative to a REIT common stock-only benchmark.

In the emerging markets sovereign debt portion of the Fund's portfolio, we were able to generate positive results from country allocations as well as individual security selection. We decided to overweight (relative to our benchmark) Peru and some types of Argentine bonds, and to underweight debt from Hungary, Thailand, Morocco, China and Pakistan that did not perform as well over the course of the year. In each case, these decisions helped this portion of the portfolio outperform its counterpart within the comparative benchmark. The Fund also had strong security selection in Turkey, Mexico and Peru.

Some areas of relative weakness in the sovereign debt area during the year were our relative overweight positions in South Africa and Korea. These holdings proved to be a relative drag on overall Fund performance.

In the senior loan sector, most of the loans we held performed in line with their sector and industry benchmarks. Some of the more noteworthy purchases over the course

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of the year included loans issued by Graham Packaging Company, L.P., Stone

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Container Corporation, Vought Aircraft Industries, Inc. and R.H. Donnelley, Inc. We sold loans issued by United States Can Company and Meridian Automotive Systems, Inc., among others.

WHAT ABOUT FUND DIVIDENDS AND SHARE PRICES?

In addition to owning preferred stocks, the Fund has issued its own preferred shares, called FundPreferredTM. These shares provide a degree of financial leverage that can increase share price volatility, but also in favorable circumstances can enhance the Fund's returns and supplement the income available to pay common shareholder distributions. This leveraging strategy provided incremental income and helped enhance shareholder distributions over this reporting period.

Since its inception, the Fund has followed a managed distribution policy. Under this policy, the Fund's monthly distribution is determined based not only on investment income generated by its underlying securities, but also on realized capital gains and, to the extent that distributions over the year exceed the amount of such income and net realized gains, on returns of capital representing (in most circumstances) unrealized capital gains. As a result, the Fund's monthly distribution remained stable at \$0.1025 per share over the entire 12-month period.

Due at least in part to the Fund's investment in securities issued by REITs, which generally do not inform their investors about the tax character of their distributions for a calendar year until well after the end of that year, the Fund did not know, as of the date of this report, the precise amounts of ordinary income, capital gains and/or return of capital contained in the Fund's 2004 distributions. This information will be sent separately to shareholders once the tax characteristics of the Fund's 2004 distributions have been determined.

As of December 31, 2004, the Fund was trading at a -7.60% discount to its net asset value. This discount was greater than the average -4.52% discount the Fund exhibited over the course of the entire reporting period.

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Nuveen Diversified Dividend and Income Fund
JDD

Performance

OVERVIEW As of December 31, 2004

Pie Chart:

PORTFOLIO ALLOCATION

(as a % of total investments)

Real Estate Investment Trust Common

Stocks and Preferred Stocks	27.6%
Emerging Markets Sovereign Debt	22.5%
Common Stocks	23.7%
Variable Rate Senior	
Loan Interests	17.0%
U.S. Corporate Bonds	3.5%
Euro Time Deposit	4.3%
Other	1.4%

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Bar Chart:

2004 MONTHLY DISTRIBUTIONS PER SHARE

Jan	0.1025
Feb	0.1025
Mar	0.1025
Apr	0.1025
May	0.1025
Jun	0.1025
Jul	0.1025
Aug	0.1025
Sep	0.1025
Oct	0.1025
Nov	0.1025
Dec	0.1025

Line Chart:

SHARE PRICE PERFORMANCE

Weekly Closing Price

Past performance is not predictive of future results.

1/1/04	15.42
	15.57
	15.8
	15.9
	15.77
	15.85
	15.9
	15.76
	15.9
	15.77
	15.7
	15.7
	15.53
	15.43
	15.43
	15.45
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	15.77
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	15.44
	15.39
	15.28
	15.37
	15.35
	15.3
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	15.47
	15.56
	15.62
	15.48
	15.5
	15.62
	15.53
	15.37
	15.35
	15.33
	15.2
	15.31
	15.3
	15.29
	15.3
	15.3
	15.28
	15.37
	15.5
12/31/04	15.57

FUND SNAPSHOT

Share Price	\$15.57
Common Share Net Asset Value	\$16.85
Premium/(Discount) to NAV	-7.60%
Market Yield ¹	7.90%
Net Assets Applicable to Common Shares (\$000)	\$339,446

ANNUALIZED TOTAL RETURN
(Inception 9/25/03)

	ON SHARE PRICE	ON NAV
1-Year	8.04%	20.44%
Since Inception	11.11%	22.19%

INDUSTRIES

(as a % of total investments)

Real Estate	30.0%
Sovereign Debt	22.5%

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Hotels, Restaurants & Leisure	4.3%
Media	3.8%
Oil & Gas	3.6%
Diversified Telecommunication Services	3.2%
Auto Components	2.7%
Metals & Mining	2.6%
Aerospace and Defense	2.2%
Diversified Financial Services	1.9%
Tobacco	1.9%
Containers & Packaging	1.6%
Insurance	1.6%
Euro Time Deposit	4.3%
Other	13.8%

REAL ESTATE INVESTMENT TRUST
TOP FIVE SUB-INDUSTRIES
(as a % of total investments)

Apartments	8.4%
Office Property	7.3%
Healthcare	2.8%
Shopping Center	2.8%
Industrial	1.5%

EMERGING MARKETS SOVEREIGN DEBT
TOP FIVE COUNTRIES
(as a % of total investments)

Mexico	2.0%
Russia	1.9%
Peru	1.4%
South Africa	1.3%
Turkey	1.2%

1 Market yield is based on the Fund's current annualized monthly distribution divided by the Fund's current market price. The Fund's monthly distributions to its shareholders may be comprised of ordinary income, net

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realized capital gains and, if at the end of the calendar year the Fund's cumulative net ordinary income and net realized gains are less than the amount of the Fund's distributions, a tax return of capital.

11

Report of
INDEPENDENT REGISTERED
PUBLIC ACCOUNTING FIRM

TO THE SHAREHOLDERS AND BOARD OF TRUSTEES OF
NUVEEN DIVERSIFIED DIVIDEND AND INCOME FUND

We have audited the accompanying statement of assets and liabilities of Nuveen Diversified Dividend and Income Fund (the "Fund"), including the portfolio of investments, as of December 31, 2004, and the related statements of operations and cash flows for the year then ended and the statement of changes in net assets and the financial highlights for the year then ended and for the period from September 25, 2003 (commencement of operations) to December 31, 2003. These financial statements and financial highlights are the responsibility of the Fund's management. Our responsibility is to express an opinion on these financial statements and financial highlights based on our audits.

We conducted our audits in accordance with the standards of the Public Company Accounting Oversight Board (United States). Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements and financial highlights are free of material misstatement. An audit includes consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control over financial reporting. Accordingly, we express no such opinion. An audit also includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements and financial highlights, assessing the accounting principles used and significant estimates made by management, and evaluating the overall financial statement presentation. Our procedures included confirmation of securities owned as of December 31, 2004, by correspondence with the custodian and selling or agent banks or by other appropriate auditing procedures where replies from selling or agent banks were not received. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, the financial statements and financial highlights referred to above present fairly, in all material respects, the financial position of Nuveen Diversified Dividend and Income Fund at December 31, 2004, the results of its operations and its cash flows for the year then ended and the changes in its net assets and the financial highlights for the year then ended and for the period from September 25, 2003 (commencement of operations) to December 31, 2003, in conformity with U.S. generally accepted accounting principles.

/s/ Ernst & Young LLP

Chicago, Illinois
February 17, 2005

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Nuveen Diversified Dividend and Income Fund (JDD)

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Portfolio of
INVESTMENTS December 31, 2004

SHARES	DESCRIPTION(1)

	COMMON STOCKS - 32.1% (23.7% OF TOTAL INVESTMENTS)
	AEROSPACE & DEFENSE - 1.8%
50,000	Lockheed Martin Corporation
85,000	Raytheon Company

	AUTO COMPONENTS - 0.7%
245,600	Delphi Automotive System Corporation

	CHEMICALS - 0.7%
143,000	DSM NV

	COMMERCIAL BANKS - 1.0%
69,200	Bank of America Corporation

	COMMERCIAL SERVICES & SUPPLIES - 0.9%
65,000	Pitney Bowes Inc.

	CONTAINERS & PACKAGING - 0.7%
106,300	Packaging Corporation of America

	DIVERSIFIED FINANCIAL SERVICES - 2.6%
50,000	Citigroup Inc.
94,100	IndyMac Bancorp, Inc.
85,000	JPMorgan Chase & Co.

	DIVERSIFIED TELECOMMUNICATION SERVICES - 4.4%
90,000	KT Corporation
110,500	SBC Communications Inc.
135,000	Sprint Corporation

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52,500 Telecom Italia SpA, Sponsored ADR
 110,600 Verizon Communications Inc.

ELECTRIC UTILITIES - 0.9%

220,000 Korea Electric Power Corporation

FOOD & STAPLES RETAILING - 1.3%

135,000 Albertson's Inc.
 60,812 J Sainsbury plc, Sponsored ADR

FOOD PRODUCTS - 0.7%

67,000 Tate and Lyle plc

HOUSEHOLD DURABLES - 0.6%

77,000 Newell Rubbermaid Inc.

HOUSEHOLD PRODUCTS - 0.9%

48,000 Kimberly-Clark Corporation

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Nuveen Diversified Dividend and Income Fund (JDD) (continued)
 Portfolio of INVESTMENTS December 31, 2004

SHARES DESCRIPTION(1)

INSURANCE - 1.6%

145,000 Aon Corporation
 30,000 Hartford Financial Services Group, Inc.

METALS & MINING - 1.7%

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146,000	Alumina Limited
26,500	Rio Tinto plc, Sponsored ADR

MULTILINE RETAIL - 0.6%

73,400	May Department Stores Company
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MULTI-UTILITIES & UNREGULATED POWER - 0.6%

82,800	United Utilities plc, Sponsored ADR
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OIL & GAS - 4.8%

33,000	ChevronTexaco Corporation
20,900	ConocoPhillips
23,000	Eni S.p.A., Sponsored ADR
80,000	Kerr-McGee Corporation
30,000	Total SA, Sponsored ADR
49,500	Unocal Corporation

PAPER & FOREST PRODUCTS - 1.5%

55,500	International Paper Company
54	Neenah Paper Inc.
40,000	Weyerhaeuser Company

THRIFTS & MORTGAGE FINANCE - 1.5%

71,600	Fannie Mae
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TOBACCO - 2.6%

88,200	Altria Group, Inc.
113,000	Loews Corporation - Carolina Group

Total Common Stocks (cost \$87,004,216)

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SHARES	DESCRIPTION(1)	COUPON

CONVERTIBLE PREFERRED SECURITIES - 0.9% (0.6% OF TOTAL INVESTMENTS)		
SPECIALTY RETAIL - 0.9%		
57,000	Toys "R" Us, Inc.	6.250%

Total Convertible Preferred Stock (cost \$2,002,026)		

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SHARES	DESCRIPTION(1)	COUPON

REAL ESTATE INVESTMENT TRUST COMMON STOCKS - 33.2% (24.6% OF TOTAL INVESTMENTS)		
APARTMENTS - 9.0%		
242,800	AMLI Residential Properties Trust	
114,900	Archstone-Smith Trust	
57,500	AvalonBay Communities, Inc.	
74,500	Camden Property Trust	
129,600	Gables Residential Trust	
164,400	Post Properties, Inc.	

DIVERSIFIED - 0.8%		
202,200	Sprint Finance Corporation	

HEALTHCARE - 3.8%		
310,900	Nationwide Health Properties, Inc.	
293,800	Senior Housing Properties Trust	

HOTELS - 1.1%		
338,736	Hersha Hospitality Trust	

INDUSTRIAL - 2.0%		
159,000	Brandywine Realty Trust	
50,000	First Industrial Realty Trust, Inc.	

MORTGAGE - 0.5%

200,000 MFA Mortgage Investments, Inc.

OFFICE PROPERTY - 9.1%

180,300 Arden Realty, Inc.
 140,700 CRT Properties Inc.
 594,600 HRPT Properties Trust
 158,900 Mack-Cali Realty Corporation
 104,500 Maguire Properties, Inc.
 95,900 Reckson Associates Realty Corporation

REGIONAL MALLS - 1.5%

32,400 Simon Property Group, Inc.
 49,900 The Macerich Company

SHOPPING CENTER - 3.5%

183,900 Cedar Shopping Centers Inc.
 73,500 Federal Realty Investment Trust
 160,000 Kite Realty Group Trust
 107,100 New Plan Excel Realty Trust

STORAGE - 1.9%

77,700 Shurgard Storage Centers, Inc., Class A
 165,800 U-Store It Trust

Total Real Estate Investment Trust Common Stocks (cost \$88,111,852)

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REAL ESTATE INVESTMENT TRUST PREFERRED STOCKS - 4.0%
(3.0% OF TOTAL INVESTMENTS)

APARTMENTS - 2.3%

48,000	Apartment Investment & Management Company, Series Q	10.100%
103,000	Apartment Investment & Management Company, Series R	10.000%
150,000	Apartment Investment & Management Company, Series U	7.750%

DIVERSIFIED - 0.7%

103,800	Crescent Real Estate Equities Company, Series A	6.750%
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OFFICE PROPERTY - 0.7%

35,000	Brandywine Realty Trust, Series D	7.375%
64,000	Maguire Properties, Inc., Series A	7.625%

SHOPPING CENTER - 0.3%

40,000	Cedar Shopping Centers Inc.	8.875%
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Total Real Estate Investment Trust Preferred Stocks (cost \$13,537,714)

PRINCIPAL AMOUNT (000)	DESCRIPTION(1)	WEIGHTED AVERAGE COUPON	STATED MATURITY*	---
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VARIABLE RATE SENIOR LOAN INTERESTS(2) - 23.1%
(17.0% OF TOTAL INVESTMENTS)

AEROSPACE & DEFENSE - 1.2%

\$ 1,979	K & F Industries, Inc., Term Loan B	4.931%	11/18/12	
2,000	Vought Aircraft Industries, Inc., Term Loan (WI)	TBD	12/22/11	

AUTO COMPONENTS - 3.0%

2,000	Federal-Mogul Corporation, Term Loan (WI)	TBD	TBD	
2,500	Federal-Mogul Corporation, Term Loan A (a)	4.650%	2/24/04	
1,990	Mark IV Industries, Inc., Term Loan B	5.372%	6/23/11	
1,762	Metaldyne Company LLC, Term Loan D	6.563%	12/31/09	
1,366	Tenneco Automotive, Inc., Term Loan B	5.407%	12/12/10	

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621	Tenneco Automotive, Inc., Term Loan B-1	5.280%	12/12/10

BUILDING PRODUCTS- 0.6%			
1,995	Nortek, Inc., Term Loan B	4.767%	8/27/11

COMMERCIAL SERVICES & SUPPLIES - 0.9%			
2,907	Allied Waste North America, Inc., Term Loan B	5.125%	1/15/10

CONTAINERS & PACKAGING - 1.5%			
3,000	Graham Packaging Company L.P., Term Loan B	4.910%	10/7/11
175	Stone Container Corporation, Deposit-Funded Commitment	4.300%	11/1/11
1,396	Stone Container Corporation, Term Loan B	4.521%	11/1/11
429	Stone Container Corporation, Term Loan C	4.396%	11/1/11

ELECTRONIC EQUIPMENT & INSTRUMENTS - 0.6%			
1,713	Sensus Metering Systems Inc., Term Loan B-1	4.406%	12/17/10
257	Sensus Metering Systems Inc., Term Loan B-2	4.406%	12/17/10

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PRINCIPAL AMOUNT (000)	DESCRIPTION(1)	WEIGHTED AVERAGE COUPON	STATED MATURITY*	---

FOOD & STAPLES RETAILING - 0.4%				
\$ 1,215	Alimentation Couche-Tard Inc., Term Loan	4.188%	12/17/10	

FOOD PRODUCTS - 0.8%				
2,758	Michael Foods, Inc., Term Loan B	5.066%	11/20/10	

HEALTHCARE EQUIPMENT & SUPPLIES - 0.4%				
1,452	Kinetic Concepts, Inc., Term Loan B-2	4.310%	8/11/10	

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HEALTHCARE PROVIDERS & SERVICES - 1.5%

1,975	Beverly Enterprises, Inc., Term Loan B	4.529%	10/22/08
2,926	Triad Hospitals, Inc., Term Loan B	4.670%	9/30/08

HOTELS, RESTAURANTS & LEISURE - 3.2%

3,970	24 Hour Fitness Worldwide, Inc., Term Loan B	6.250%	7/1/09
2,631	Alliance Gaming Corporation, Term Loan B	5.650%	9/5/09
2,591	Venetian Casino Resort, Term Loan B	4.900%	6/15/11
409	Venetian Casino Resort, Delayed Draw, Term Loan (b)	.75%	2/22/05
1,561	Wyndham International, Inc., Term Loan II	8.125%	4/1/06

INSURANCE - 0.6%

1,920	Conseco, Inc., Term Loan	5.918%	6/22/10
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MEDIA - 5.1%

1,990	Charter Communications Operating, LLC, Term Loan B	5.380%	4/7/11
1,630	Dex Media West, LLC, Term Loan B	4.169%	3/9/10
2,000	Emmis Operating Company, Term Loan	4.100%	11/10/11
1,995	Loews Cineplex Corporation, Term Loan B	4.430%	6/30/11
1,995	Metro-Goldwyn-Mayer Studios, Inc., Term Loan B	5.060%	4/26/11
1,748	R.H. Donnelley Inc., Tranche D	4.240%	6/30/11
2,000	Rainbow Media Holdings LLC, Term Loan	5.190%	3/31/12
1,925	Regal Cinemas Corporation, Term Loan	4.560%	11/10/10
1,985	WGM Acquisition Corp., Term Loan	5.209%	2/27/11

METALS & MINING - 0.6%

1,831	Amsted Industries Incorporated, Term Loan B	4.972%	10/15/10
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REAL ESTATE - 1.2%

2,000	General Growth Properties, Term Loan B	4.530%	11/12/08
2,000	LNR Property Corporation, Term Loan (WI)	TBD	1/15/07

ROAD & RAIL - 0.8%

2,807	Laidlaw Inc., Term Loan B-1	6.170%	6/19/09
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WIRELESS TELECOMMUNICATION SERVICES - 0.7%

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2,475	Nextel Finance Company, Term Loan E	4.688%	12/15/10

Total Variable Rate Senior Loan Interests (cost \$77,607,252)			

EMERGING MARKET SOVEREIGN DEBT - 30.5%
(22.5% OF TOTAL INVESTMENTS)

PRINCIPAL AMOUNT (000)	DESCRIPTION(1)	COUPON	MATURITY	---
	ARGENTINA - 0.5%			---
1,855	Argentina Republic	1.980%	8/3/12	MOO
	BRAZIL - 1.5%			
500	Braskem SA	11.750%	1/22/14	

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Nuveen Diversified Dividend and Income Fund (JDD) (continued)
Portfolio of INVESTMENTS December 31, 2004

PRINCIPAL AMOUNT (000)	DESCRIPTION(1)	COUPON	MATURITY	---
	BRAZIL (continued)			
\$ 600	Brazil Republic	12.000%	4/15/10	
1,950	Brazil Republic	8.000%	4/15/14	
950	Brazil Republic	10.500%	7/14/14	
800	Brazil Republic	0.000%	4/15/24	
	BULGARIA - 1.0%			
2,133	Bulgaria Republic	1.000%	7/28/12	
1,100	Bulgaria Republic	8.250%	1/15/15	
	CAYMAN ISLANDS - 0.2%			
540	CSN Islands IX Corporation, 144A	10.000%	1/15/15	

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CHILE - 0.8%

550	Chile Republic	6.875%	4/28/09
430	Codelco Inc., 144A	5.500%	10/15/13
600	Codelco Inc., Reg S	6.375%	11/30/12
1,100	Corporation Nacional del Cobre	4.750%	10/15/14

COLUMBIA - 1.2%

376	Columbia Republic	9.750%	4/9/11
500	Columbia Republic	10.000%	1/23/12
575	Columbia Republic	8.250%	12/22/14
600	Columbia Republic	11.750%	2/25/20
1,360	Columbia Republic	10.375%	1/28/33

ECUADOR - 1.2%

550	Ecuador Republic, Reg S	12.000%	11/15/12
3,900	Ecuador Republic, Reg S	7.000%	8/15/30

EL SALVADOR - 0.9%

1,500	El Salvador Republic	8.500%	7/25/11
1,080	El Salvador Republic	7.750%	1/24/23

GUATEMALA - 0.4%

490	Guatemala Government, Reg S	9.250%	8/1/13
880	Republic of Guatemala, 144A	8.125%	10/6/34

HONG KONG - 0.3%

890	Hong Kong, 144A	5.125%	8/1/14
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INDIA - 0.1%

450	Vedanta Resources PLC	6.625%	2/22/10
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INDONESIA - 1.2%

1,100	Republic of Indonesia	6.750%	3/10/14
3,000	Republic of Indonesia, 144A	6.750%	3/10/14

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PRINCIPAL AMOUNT (000)	DESCRIPTION(1)	COUPON	MATURITY	MOO
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KAZAKHSTAN - 0.4%

\$ 800	Development Bank of Kazakhstan	7.375%	11/12/13
600	Kazkommerts International BV	7.000%	11/3/09

LUXEMBOURG - 0.4%

300	Tengizchevroil LLP	6.124%	11/15/14
1,000	VTB Capital SA, 144A	7.500%	10/12/11

MALAYSIA - 1.5%

600	Malaysia Republic	8.750%	6/1/09
500	Malaysia Republic	7.500%	7/15/11
3,300	Petronas Capital Limited	7.000%	5/22/12

MEXICO - 2.7%

700	Conproca SA, Reg S	12.000%	12/16/10
1,100	Empresa Nacional del Petroleo, 144A	4.875%	3/15/14
1,000	Pemex Project F, Reg S	7.375%	12/15/14
1,200	Pemex Project Funding Master Trust	8.500%	2/15/08
1,000	Pemex Project Funding Master Trust	9.500%	9/15/27
2,420	United Mexican States	6.625%	3/3/15
220	United Mexican States	8.125%	12/30/19
400	United Mexican States	8.300%	8/15/31

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NETHERLANDS - 0.2%

510	TuranAlem Financial, 144A	7.875%	6/2/10
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PANAMA - 1.0%

650	Panama Republic	9.625%	2/8/11
460	Panama Republic	9.375%	1/16/23
1,850	Panama Republic	9.375%	4/1/29

PERU - 1.9%

1,300	Peru Republic	9.125%	2/21/12
450	Peru Republic	9.875%	2/6/15
800	Peru Republic	8.375%	5/3/16
1,950	Peru Republic	4.250%	3/7/17
528	Peru Republic	5.000%	3/7/17
950	Peru Republic	8.750%	11/21/33

PHILIPPINES - 0.9%

1,143	Philippines Republic	8.375%	2/15/11
1,000	Philippines Republic	9.375%	1/18/17
900	Philippines Republic	10.625%	3/16/25

POLAND - 0.2%

500	Poland Republic	5.250%	1/15/14
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QATAR - 0.1%

458	Ras Laffan Liquefied Natural Gas Company Limited, 144A3.437%		9/15/09
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Nuveen Diversified Dividend and Income Fund (JDD) (continued)
Portfolio of INVESTMENTS December 31, 2004

PRINCIPAL AMOUNT (000)	DESCRIPTION(1)	COUPON	MATURITY	---
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RUSSIA - 2.6%				
\$	375	Alrosa Finance, 144A	8.875%	11/17/14
	500	Aries, 144A	9.600%	10/25/14
	500	Russia Federation	8.750%	7/24/05
	1,300	Russia Federation	8.250%	3/31/10
	750	Russia Federation	11.000%	7/24/18
	1,125	Russia Federation	1.000%	3/31/30
	3,200	Russia Ministry of Finance	3.000%	5/14/08
	600	Russia Ministry of Finance	3.000%	5/14/11

SOUTH AFRICA - 1.7%				
	4,950	South Africa Republic	9.125%	5/19/09

SOUTH KOREA - 0.6%				
	165	Export Import Bank of Korea, 144A	4.125%	2/10/09
	1,000	Export-Import Bank of Korea	4.250%	11/27/07
	435	Export-Import Bank of Korea	4.500%	8/12/09
	500	LG Caltex Oil Corporation, 144A	5.500%	8/25/14

THAILAND - 0.2%				
	250	Bangkok Bank Public Company Limited	9.025%	3/15/29
	290	PTT Public Company Limited, 144A	5.750%	8/1/14

TUNISIA - 0.6%				
	1,700	Banque de Tunisie	7.375%	4/25/12

TURKEY - 1.6%				
	1,670	Turkey Republic	12.375%	6/15/09
	800	Turkey Republic	11.750%	6/15/10
	450	Turkey Republic	9.000%	6/30/11
	390	Turkey Republic	7.250%	3/15/15
	1,010	Turkey Republic	11.875%	1/15/30

UKRAINE - 1.5%

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2,600	Republic of Ukraine	0.000%	8/5/09
800	Ukraine Cabinet Ministers, 144A	5.707%	8/5/09
350	Ukraine Government	6.875%	3/4/11
1,073	Ukraine Government, Reg S	11.000%	3/15/07

URUGUAY - 1.2%

2,520	Uruguay Republic	7.875%	1/15/33
1,800	Uruguay Republic	7.250%	2/15/11

VENEZUELA - 1.2%

2,600	Venezuela Republic	5.375%	8/7/10
861	Venezuela Republic	8.500%	10/8/14
785	Venezuela Republic	9.250%	9/15/27

VIETNAM - 0.7%

2,600	Socialist Republic of Vietnam	1.000%	3/14/16
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Total Emerging Market Sovereign Debt (cost \$97,064,158)

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PRINCIPAL AMOUNT (000)	DESCRIPTION(1)	COUPON	MATURITY	MOO
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U.S. CONVERTIBLE BONDS - 1.2% (0.8% OF TOTAL INVESTMENTS)

METALS & MINING - 1.2%

\$ 5,000	Trizec Hahn Corporation	3.000%	1/29/21
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Total U.S. Convertible Bonds (cost \$3,598,515)

U.S. CORPORATE BONDS - 4.8% (3.5% OF TOTAL INVESTMENTS)

HOTELS, RESTAURANTS & LEISURE - 2.6%

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2,000	Aztar Corporation	9.000%	8/15/11
2,150	Harrahs Entertainment	7.875%	12/15/05
2,000	MGM Mirage, Inc.	6.750%	8/1/07
2,000	Park Place Entertainment	7.875%	12/15/05

REAL ESTATE - 2.2%

2,000	D.R. Horton, Inc.	7.500%	12/1/07
2,000	KB Home	8.625%	12/15/08
3,000	Standard Pacific Corporation	6.500%	10/1/08

Total U.S. Corporate Bonds (cost \$15,964,244)

EURO TIME DEPOSITS - 5.8% (4.3% OF TOTAL INVESTMENTS)

\$ 19,548,843 State Street Bank, 1.000%, 1/03/05

Total Euro Time Deposits (cost \$19,548,843)

Total Investments (cost \$404,438,820) - 135.6%

Other Assets Less Liabilities - (0.2)%

FundPreferred Shares, at Liquidation Value - (35.4)%

Net Assets Applicable to Common Shares - 100%

- (1) All percentages shown in the Portfolio of Investments are based on net assets applicable to Common shares unless otherwise noted.
- (2) Senior Loans in which the Fund invests generally pay interest at rates which are periodically adjusted by reference to a base short-term, floating lending rate plus a premium. These base lending rates are generally (i) the lending rate referenced by the London Inter-Bank Offered Rate ("LIBOR"), or (ii) the prime rate offered by one or more major United States banks.

Senior loans may be considered restricted in that the Fund ordinarily is contractually obligated to receive approval from the Agent Bank and/or Borrower prior to the disposition of a Senior Loan.

- * Senior Loans in the Fund's portfolio generally are subject to mandatory and/or optional prepayment. Because of these mandatory prepayment conditions and because there may be significant economic incentives for a Borrower to prepay, prepayments of Senior Loans in the Fund's portfolio may occur. As a result, the actual remaining maturity of Senior Loans held in the Fund's portfolio may be substantially less than the

stated maturities shown. The Fund estimates that the actual average maturity of the Senior Loans held in its portfolio will be approximately 18-24 months.

** Ratings (not covered by the report of independent registered public accounting firm): Below Baa by Moody's Investor Service, Inc. or BBB by Standard & Poor's Group are considered to be below investment grade.

ADR American Depositary Receipt.

(a) At or subsequent to December 31, 2004, this issue was under the protection of the federal bankruptcy court.

(b) Position represents an unfunded loan commitment outstanding at December 31, 2004.

144A 144A securities are those which are exempt from registration under Rule 144A of the Securities Act of 1933, as amended. These securities may only be resold in transactions exempt from registration which are normally those transactions with qualified institutional buyers.

Reg S Regulation S allows U.S. companies to sell securities to persons or entities located outside of the U.S. without registering those securities with the Securities and Exchange Commission. Specifically, Reg S provides a safe harbor from the registration requirements of the Securities Act for the offers and sales of securities by both foreign and domestic issuers that are made outside the United States.

(WI) Investment purchased on a when-issued basis.

TBD Senior Loan purchased on a when-issued basis in the primary market. Certain details associated with this purchase are not known prior to the settlement date of the transaction. At settlement, the borrower or counterparty will provide the Fund with the final weighted average coupon rate and maturity date.

NR Not rated.

See accompanying notes to financial statements.

Statement of
ASSETS AND LIABILITIES December 31, 2004

ASSETS
Investments, at value (cost \$404,438,820)
Receivables:
 Dividends
 Interest

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Investments sold
Reclaims
Other assets

Total assets

LIABILITIES

Payable for investments purchased
Accrued expenses:
 Management fees
 Other
FundPreferred share dividends payable

Total liabilities

FundPreferred shares, at liquidation value

Net assets applicable to Common shares
=====

Common shares outstanding
=====

Net asset value per Common share outstanding (net assets applicable to
Common shares, divided by Common shares outstanding)
=====

NET ASSETS APPLICABLE TO COMMON SHARES CONSIST OF:

Common shares, \$.01 par value per share
Paid-in surplus
Undistributed (Over-distribution of) net investment income
Accumulated net realized gain from investments
Net unrealized appreciation of investments

Net assets applicable to Common shares
=====

Authorized shares:
 Common
 FundPreferred shares
=====

See accompanying notes to financial statements.

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Statement of
OPERATIONS Year Ended December 31, 2004

INVESTMENT INCOME

Dividends (net of foreign tax withheld of \$99,666)
Interest (net of foreign tax withheld of \$14,578)
Fees

Total investment income

EXPENSES

Management fees

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FundPreferred shares - auction fees
FundPreferred shares - dividend disbursing agent fees
Shareholders' servicing agent fees and expenses
Custodian's fees and expenses
Trustees' fees and expenses
Professional fees
Shareholders' reports - printing and mailing expenses
Stock exchange listing fees
Investor relations expense
Other expenses

Total expenses before custodian fee credit and expense reimbursement
 Custodian fee credit
 Expense reimbursement

Net expenses

Net investment income

REALIZED AND UNREALIZED GAIN
Net realized gain from investments
Change in net unrealized appreciation of investments

Net realized and unrealized gain

DISTRIBUTIONS TO FUNDPREFERRED SHAREHOLDERS
From net investment income
From accumulated net realized gains from investments

Decrease in net assets applicable to Common shares
 from distributions to FundPreferred shareholders

Net increase in net assets applicable to Common shares from operations
=====

See accompanying notes to financial statements.

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Statement of
CHANGES IN NET ASSETS

OPERATIONS
Net investment income
Net realized gain from investments
Change in net unrealized appreciation of investments
Distributions to FundPreferred shareholders:
 From net investment income
 From accumulated net realized gains from investments

Net increase in net assets applicable to Common shares

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from operations

DISTRIBUTIONS TO COMMON SHAREHOLDERS

From net investment income
From accumulated net realized gains from investments
Tax return of capital

Decrease in net assets applicable to Common shares from
distributions to Common shareholders

CAPITAL SHARE TRANSACTIONS

Common shares:

Net proceeds from sale of shares
Net proceeds from shares issued to shareholders due to
reinvestment of distributions
FundPreferred shares offering costs

Net increase in net assets applicable to Common shares from
capital share transactions

Net increase in net assets applicable to Common shares
Net assets applicable to Common shares at the beginning of period

Net assets applicable to Common shares at the end of period

Undistributed (Over-distribution of) net investment income at the end of period
=====

See accompanying notes to financial statements.

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Statement of
CASH FLOWS Year Ended December 31, 2004

NET INCREASE IN NET ASSETS APPLICABLE TO COMMON SHARES FROM OPERATIONS

Adjustments to Reconcile the Net Increase in Net Assets Applicable to Common Shares from Operations to Net Cash Provided by Operating Activities:

Purchases of investment securities
Purchases of short-term investment securities, net
Proceeds from disposition of investment securities
Accretion/Amortization of discounts and premiums, net
Increase in dividends receivable
Increase in interest receivable
Decrease in receivable from investments sold
Increase in reclaims receivable
Increase in other assets
Decrease in payable for investments purchased
Increase in management fees payable
Increase in other liabilities
Increase in FundPreferred share dividends payable
Net realized gain from investments
Change in net unrealized appreciation of investments
Net realized loss from paydowns
Capital gain and return of capital distributions from investments

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Net cash provided by operating activities

CASH FLOWS FROM FINANCING ACTIVITIES:

Cash distributions paid to Common shareholders
Organization and offering costs payable
Net proceeds from sale of FundPreferred shares

Net cash used in financing activities

NET DECREASE IN CASH

Cash at the beginning of period

CASH AT THE END OF PERIOD

SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION

Non-cash financing activities not included herein consist of reinvestments of
Common share distributions of \$411,807.

See accompanying notes to financial statements.

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Notes to FINANCIAL STATEMENTS

1. GENERAL INFORMATION AND SIGNIFICANT ACCOUNTING POLICIES

Nuveen Diversified Dividend and Income Fund (the "Fund") is a diversified, closed-end management investment company registered under the Investment Company Act of 1940, as amended. The Fund's Common shares are listed on the New York Stock Exchange and trade under the ticker symbol "JDD." The Fund was organized as a Massachusetts business trust on July 18, 2003.

Prior to the commencement of operations, the Fund had no operations other than those related to organizational matters, the initial capital contribution of \$100,275 by Nuveen Institutional Advisory Corp. (the "Adviser"), a wholly owned subsidiary of Nuveen Investments, Inc. ("Nuveen"), and the recording of the organization expenses (\$11,500) and their reimbursement by Nuveen Investments, LLC, also a wholly owned subsidiary of Nuveen.

The Fund seeks to provide high current income and total return by investing primarily in a portfolio of dividend-paying common stocks, securities issued by Real Estate Investment Trusts ("REITs"), debt securities and other non-equity instruments that are issued by, or that are related to, government, government-related and supernational issuers located, or conducting their business, in emerging market countries ("emerging markets sovereign debt") and senior loans.

The following is a summary of significant accounting policies followed by the Fund in the preparation of its financial statements in accordance with U.S. generally accepted accounting principles.

Investment Valuation

Exchange-listed securities are generally valued at the last sales price on the

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securities exchange on which such securities are primarily traded. Securities traded on a securities exchange for which there are no transactions on a given day or securities not listed on a securities exchange are valued at the mean of the closing bid and asked prices. Securities traded on Nasdaq are valued at the Nasdaq Official Closing Price. The prices of fixed-income securities and senior loans are generally provided by a pricing service approved by the Fund's Board of Trustees and based on the mean between the bid and asked prices. When price quotes are not readily available, the pricing service or, in the absence of a pricing service for a particular security, the Board of Trustees of the Fund, or its designee, may establish fair market value using a wide variety of market data including yields or prices of investments of comparable quality, type of issue, coupon, maturity and rating, indications of value from security dealers, evaluations of anticipated cash flows or collateral, general market conditions and other information and analysis, including the obligor's credit characteristics considered relevant by the pricing service or the Board of Trustee's designee. Short-term securities are valued at amortized cost, which approximates market value.

The senior loans in which the Fund invests are not listed on an organized exchange and the secondary market for such investments may be less liquid relative to markets for other fixed income securities. Consequently, the value of senior loans, determined as described above, may differ significantly from the value that would have been determined had there been an active market for that senior loan.

Investment Transactions

Investment transactions are recorded on a trade date basis. Trade date for senior loans purchased in the "primary market" is considered the date on which the loan allocations are determined. Trade date for senior loans purchased in the "secondary market" is the date on which the transaction is entered into. Realized gains and losses from transactions are determined on the specific identification method. Investments purchased on a when-issued or delayed delivery basis may have extended settlement periods. Any investments so purchased are subject to market fluctuation during this period. The Fund maintains liquid assets with a current value at least equal to the amount of the when-issued and delayed delivery purchase commitments. At December 31, 2004, the Fund had outstanding when-issued purchase commitments of \$6,000,000.

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Investment Income

Dividend income is recorded on the ex-dividend date or, for foreign securities, when information is available. Interest income, which includes the amortization of premiums and accretion of discounts for financial reporting purposes, is recorded on an accrual basis. Interest income also includes paydown gains and losses on senior loans. Fee income consists primarily of amendment fees. Amendment fees are earned as compensation for evaluating and accepting changes to the original loan agreement and are recognized when received.

Income Taxes

The Fund intends to distribute substantially all net investment income and net capital gains to shareholders and to otherwise comply with the requirements of Subchapter M of the Internal Revenue Code applicable to regulated investment companies. Therefore, no federal income tax provision is required.

Dividends and Distributions to Common Shareholders

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Distributions to Common shareholders are recorded on the ex-dividend date. The amount and timing of distributions are determined in accordance with federal income tax regulations, which may differ from U.S. generally accepted accounting principles.

The Fund intends to make monthly cash distributions to Common Shareholders of a stated dollar amount based primarily on the Fund's net investment income but also secondarily on net realized capital gains and/or on net unrealized capital gains in the Fund's portfolio (stated in terms of a fixed cents per Common Share dividend rate) ("Managed Distribution Policy"). The Fund seeks to maintain a stable dividend level, subject to approval and oversight by the Fund's Board of Trustees. Distributions will be made only after paying any accrued dividends or making any redemption or liquidation payments to FundPreferred shares, if any, and interest and required principal payments on borrowings, if any. Under a Managed Distribution Policy, if, for any monthly distribution, net investment income and net realized capital gain were less than the amount of the distribution, the difference would be distributed from the Fund's assets and would be treated by shareholders as a return of capital for tax purposes. The final determination of the source of all distributions for the year are made after the end of the year and reflected in the accompanying financial statements.

REIT distributions received by the Fund are generally comprised of investment income, long-term and short-term capital gains, and a return of REIT capital. The actual character of amounts received during the period are not known until after the fiscal year-end. For the twelve months ended December 31, 2004, the character of distributions to the Fund from the REITs was 51.30% ordinary income, 28.25% long-term and short-term capital gains, and 20.45% return of REIT capital. For the twelve months ended December 31, 2003, the character of distributions to the Fund from the REITs was 68.53% ordinary income, 9.62% long-term and short-term capital gains, and 21.85% return of REIT capital.

For the fiscal periods ended December 31, 2004 and December 31, 2003, the Fund applied the actual character of distributions reported by the REITs in which the Fund invests to its receipts from the REITs. If a REIT held in the portfolio of investments did not report the actual character of its distributions during the period, the Fund treated the distributions as ordinary income.

FundPreferred Shares

Effective November 21, 2003, the Fund issued 2,400 Series T and 2,400 Series W FundPreferred shares, \$25,000 stated value per share, as a means of effecting financial leverage. The dividend rate on each Series is determined every seven days, pursuant to a dutch auction process overseen by the auction agent, and is payable weekly at the end of each rate period.

Derivative Financial Instruments

The Fund may use derivatives or other transactions for the purpose of hedging the portfolio's exposure to common stock risk, high yield credit risk, foreign currency exchange risk and the risk of increases in interest rates. Although the Fund is authorized to invest in such financial instruments, and may do so in the future, it did not make any such investment during the fiscal year ended December 31, 2004.

Repurchase Agreements

In connection with transactions in repurchase agreements, it is the Fund's policy that its custodian take possession of the underlying collateral securities, the fair value of which exceeds the principal amount of the repurchase transaction, including accrued interest, at all times. If the seller

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defaults, and the fair value of the collateral declines, realization of the collateral may be delayed or limited.

Custodian Fee Credit

The Fund has an arrangement with the custodian bank whereby certain custodian fees and expenses are reduced by credits earned on the Fund's cash on deposit with the bank. Such deposit arrangements are an alternative to overnight investments.

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Notes to FINANCIAL STATEMENTS (continued)

Organization and Offering Costs

Nuveen Investments, LLC has agreed to reimburse all organization expenses (approximately \$11,500) and pay all Common share offering costs (other than the sales load) that exceed \$.03 per Common share. The Fund's share of Common share offering costs of \$603,180 was recorded as a reduction of the proceeds from the sale of Common shares.

Costs incurred by the Fund in connection with its offering of FundPreferred shares (\$2,634,868) were recorded as a reduction to paid-in surplus.

Indemnifications

Under the Fund's organizational documents, its Officers and Trustees are indemnified against certain liabilities arising out of the performance of their duties to the Fund. In addition, in the normal course of business, the Fund enters into contracts that provide general indemnifications to other parties. The Fund's maximum exposure under these arrangements is unknown as this would involve future claims that may be made against the Fund that have not yet occurred. However, the Fund has not had prior claims or losses pursuant to these contracts and expects the risk of loss to be remote.

Use of Estimates

The preparation of financial statements in conformity with U.S. generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of increases and decreases in net assets applicable to Common shares from operations during the reporting period. Actual results may differ from those estimates.

2. FUND SHARES

During the fiscal year ended December 31, 2004, 26,242 Common shares were issued to shareholders due to reinvestment of distributions.

During the period September 25, 2003 (commencement of operations) through December 31, 2003, 20,106,000 Common shares and 4,800 FundPreferred shares were sold. In addition, 5,881 Common shares were issued to shareholders due to reinvestment of distributions during the period September 25, 2003 (commencement of operations) through December 31, 2003.

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3. INVESTMENT TRANSACTIONS

Purchases and sales of investments (excluding short-term investments) during the fiscal year ended December 31, 2004, aggregated \$192,228,928 and \$201,783,460, respectively.

4. INCOME TAX INFORMATION

The following information is presented on an income tax basis. Differences between amounts for financial statement and federal income tax purposes are primarily due to the treatment of paydown gains and losses, recognition of premium amortization on debt securities, recognition of income on REIT securities, and timing differences in recognizing certain gains and losses on security transactions.

At December 31, 2004, the cost of investments was as follows:

Cost of investments	\$405,594,209
---------------------	---------------

Gross unrealized appreciation and gross unrealized depreciation of investments at December 31, 2004, were as follows:

Gross unrealized:	
Appreciation	\$55,412,177
Depreciation	(883,222)
Net unrealized appreciation of investments	
	\$54,528,955

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The tax components of undistributed net ordinary income and net realized gains at December 31, 2004, were as follows:

Undistributed net ordinary income *	\$--
Undistributed net long-term capital gains	--

*Net ordinary income consists of net taxable income derived from dividends, interest, and net short-term capital gains, if any.

The tax character of distributions paid during the fiscal year ended December 31, 2004 and for the period September 25, 2003 (commencement of operations) through December 31, 2003, was designated for purposes of the dividends paid deduction as follows:

FISCAL YEAR ENDED DECEMBER 31, 2004

Distributions from net ordinary income *	\$22,551,616
Distributions from net long-term capital gains	3,819,302
Tax return of capital	187,892

FISCAL PERIOD ENDED DECEMBER 31, 2003

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Distributions from net ordinary income *	\$3,899,231
Distributions from net long-term capital gains	132,847
Tax return of capital	249,105

*Net ordinary income consists of net taxable income derived from dividends, interest, and net short-term capital gains, if any.

The Fund designated as a long-term capital gain dividend, pursuant to Internal Revenue Code Section 852(b)(3), the amount necessary to reduce the earnings and profits of the Fund related to net capital gain to zero for the tax period ended December 31, 2004.

5. MANAGEMENT FEE AND OTHER TRANSACTIONS WITH AFFILIATES

As approved by the Board of Trustees, effective August 1, 2004, a complex-wide management fee structure was adopted for all funds sponsored by the Adviser and its affiliates. This fee structure separates each fund's management fee into two components - a complex-level component, based on the aggregate amount of all funds assets managed by the Adviser and its affiliates, and a specific fund-level component, based only on the amount of assets within each individual fund. This pricing structure enables Nuveen fund shareholders to benefit from growth in the assets within each individual fund as well as from growth in the amount of complex-wide assets managed by the Adviser and its affiliates. Under no circumstances will this pricing structure result in a fund paying management fees at a rate higher than would otherwise have been applicable had the complex-wide management fee structure not been implemented. As a consequence of this new management fee structure, the funds' effective management fees were reduced by approximately .009% as of January 31, 2005.

Effective August 1, 2004, the annual fund-level fee, payable monthly, for the Fund is based upon the average daily Managed Assets of the Fund as follows:

AVERAGE DAILY MANAGED ASSETS	FUND-LEVEL FEE RATE
For the first \$500 million	.7000%
For the next \$500 million	.6750
For the next \$500 million	.6500
For the next \$500 million	.6250
For Managed Assets over \$2 billion	.6000

Effective August 1, 2004, the annual complex-level fee, payable monthly, which is additive to the fund-level fee, for all Nuveen sponsored funds in the U.S., is based on the aggregate amount of total fund assets managed as follows:

COMPLEX-LEVEL ASSETS (1)	COMPLEX-LEVEL FEE RATE
For the first \$55 billion	.2000%
For the next \$1 billion	.1800
For the next \$1 billion	.1600
For the next \$3 billion	.1425
For the next \$3 billion	.1325
For the next \$3 billion	.1250
For the next \$5 billion	.1200
For the next \$5 billion	.1175
For the next \$15 billion	.1150
For Managed Assets over \$91 billion (2)	.1400

(1) The complex-level fee component of the management fee for the funds is

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calculated based upon the aggregate Managed Assets ("Managed Assets" means the average daily net assets of each fund including assets attributable to all types of leverage used by the Nuveen funds) of Nuveen-sponsored funds in the U.S.

- (2) With respect to the complex-wide Managed Assets over \$91 billion, the fee rate or rates that will apply to such assets will be determined at a later date. In the unlikely event that complex-wide Managed Assets reach \$91 billion prior to a determination of the complex-level fee rate or rates to be applied to Managed Assets in excess of \$91 billion, the complex-level fee rate for such complex-wide Managed Assets shall be .1400% until such time as a different rate or rates is determined.

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Notes to
FINANCIAL STATEMENTS (continued)

The Fund paid through July 31, 2004, an annual management fee, payable monthly, at the rates set forth below, which were based upon the average daily Managed Assets of each Fund as follows:

AVERAGE DAILY MANAGED ASSETS	MANAGEMENT FEE RATE
For the first \$500 million	.9000%
For the next \$500 million	.8750
For the next \$500 million	.8500
For the next \$500 million	.8250
For Managed Assets over \$2 billion	.8000

The management fee compensates the Adviser for overall investment advisory and administrative services and general office facilities. The Adviser has entered into Sub-Advisory Agreements with NWQ Investment Management Company, LLC ("NWQ"), Security Capital Research & Management Incorporated ("Security Capital"), Symphony Asset Management, LLC ("Symphony") and Wellington Management Company, LLP ("Wellington"). Nuveen owns a controlling interest in NWQ while key management of NWQ owns a non-controlling minority interest. Symphony is an indirect wholly owned subsidiary of Nuveen. NWQ manages the portion of the Fund's investment portfolio allocated to dividend-paying common stocks including American Depositary Receipts ("ADRs"). Security Capital manages the portion of the investment portfolio allocated to securities issued by real estate companies including REITs. Symphony manages the portion of the Fund's investment portfolio allocated to senior loans. Wellington manages the portion of the Fund's investment portfolio allocated to emerging markets sovereign debt. NWQ, Security Capital, Symphony and Wellington are compensated for their services to the Fund from the management fee paid to the Adviser.

The Fund pays no compensation directly to those of its Trustees who are affiliated with the Adviser or to its officers, all of whom receive remuneration for their services to the Fund from the Adviser or its affiliates. The Board of Trustees has adopted a deferred compensation plan for independent Trustees that enables Trustees to elect to defer receipt of all or a portion of the annual compensation they are entitled to receive from certain Nuveen advised Funds. Under the plan, deferred amounts are treated as though equal dollar amounts had been invested in shares of select Nuveen advised Funds.

For the first eight years of the Fund's operations, the Adviser has agreed to reimburse the Fund, as a percentage of average daily Managed Assets, for fees and expenses in the amounts and for the time periods set forth below:

YEAR ENDING SEPTEMBER 30,		YEAR ENDING SEPTEMBER 30,	
2003*	.32%	2008	.32%
2004	.32	2009	.24
2005	.32	2010	.16
2006	.32	2011	.08
2007	.32		

*From the commencement of operations.

The Adviser has not agreed to reimburse the Fund for any portion of its fees and expenses beyond September 30, 2011.

Sub-Adviser Acquisition

On November 24, 2003, Banc One Investment Advisors Corporation, an indirect, wholly-owned subsidiary of Bank One Corporation acquired Security Capital. Pursuant to the Investment Company Act of 1940, the change in ownership of Security Capital caused the existing sub-advisory agreement to terminate, and shareholders of the Fund were required to approve a new sub-advisory agreement with Security Capital. At the Fund's annual shareholder meeting on January 20, 2004, shareholders approved the new sub-advisory agreement.

On July 1, 2004, Bank One Corporation was merged with JPMorgan Chase & Co. As a result of the merger, Security Capital became part of JPMorgan Fleming Asset Management. JPMorgan Fleming Asset Management is the marketing name for the asset management business of JPMorgan Chase & Co. Those businesses include JPMorgan Investment Management Inc. and its affiliates, including, without limitation, Banc One Investment Advisors Corporation, Banc One High Yield Partners, LLC, Security Capital Research & Management Incorporated, and JPMorgan Alternative Asset Management, Inc. As the merger was not deemed to cause a change in control of the Fund's Sub-Adviser, shareholder approval of a new sub-advisory agreement was not necessary.

6. COMMITMENTS

Pursuant to the terms of certain of the variable rate senior loan agreements, the Fund may have unfunded senior loan commitments. The Fund will maintain with its custodian, cash, liquid securities and/or liquid senior loans having an aggregate value at least equal to the amount of unfunded senior loan commitments. At December 31, 2004, the Fund had unfunded loan commitments of \$409,091.

7. SENIOR LOAN PARTICIPATION COMMITMENTS

With respect to the senior loans held in the Fund's portfolio, the Fund may: 1) invest in assignments; 2) act as a participant in primary lending syndicates; or 3) invest in participations. If the Fund purchases a participation of a senior loan interest, the Fund would typically enter into a contractual agreement with the lender or other third party selling the participation, rather than directly with the Borrower. As such, the Fund not only assumes the credit risk of the

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Borrower, but also that of the Selling Participant or other persons interpositioned between the Fund and the Borrower. At December 31, 2004, there were no such outstanding participation commitments.

8. SUBSEQUENT EVENTS

Distributions to Common Shareholders

The Fund declared a distribution of \$.1025 per Common share which was paid on February 1, 2005, to shareholders of record on January 15, 2005.

Adviser Merger

Effective January 1, 2005, the Adviser and its affiliate, Nuveen Advisory Corp. ("NAC"), were merged into Nuveen Asset Management ("NAM"), also a wholly owned subsidiary of Nuveen. As a result of the merger, NAM is now the adviser to all funds previously advised by either NAC or the Adviser.

Announcement Regarding Parent Company of Adviser

After the close of trading on the New York Stock Exchange on January 31, 2005, The St. Paul Travelers Companies, Inc. announced that it intended to explore strategic alternatives to divest its equity stake in Nuveen.

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Financial HIGHLIGHTS

Selected data for a Common share outstanding throughout each period:

	Investment Operations				
	Beginning Common Share Net Asset Value	Net Investment Income (a)	Net Realized/ Unrealized Investment Gain	Distributions from Net Investment Income to FundPreferred Share- holders+	Distributions from Capital Gains to FundPreferred Share- holders+
Period Ended 12/31:					
2004	\$15.13	\$.81	\$2.23	\$ (.06)	\$ (.03)
2003 (b)	14.33	.18	1.01	(.01)	--

Less Distributions

Net Investment Income to Common Share- holders	Capital Gains to Common Share- holders	Tax Return of Capital	Total	Offering Costs and FundPreferred Share Underwriting Discounts	Ending Common Share Net Asset Value
Period Ended 12/31:					

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2004	\$ (.81)	\$ (.41)	\$ (.01)	\$ (1.23)	\$ --	\$16.85
2003 (b)	(.18)	(.02)	(.01)	(.21)	(.17)	15.13

Ratios/Supplemental Data

	Before Credit/Reimbursement			After Credit/Reimbursement	
	Ending Net Assets Applicable to Common Shares (000)	Ratio of Expenses to Average Net Assets Applicable to Common Shares++	Ratio of Net Investment Income to Average Net Assets Applicable to Common Shares++	Ratio of Expenses to Average Net Assets Applicable to Common Shares++	Ratio of Net Investment Income to Average Net Assets Applicable to Common Shares++
Period Ended 12/31:					
2004	\$339,446	1.50%	4.74%	1.06%	
2003 (b)	304,387	1.26*	4.51*	.87*	

FundPreferred Shares at End of Period

	Aggregate Amount Outstanding (000)	Liquidation and Market Value Per Share	Asset Coverage Per Share
Period Ended 12/31:			
2004	\$120,000	\$25,000	\$95,718
2003 (b)	120,000	25,000	88,414

* Annualized.

** Total Investment Return on Market Value is the combination of changes in the market price per share and the effect of reinvested dividend income and reinvested capital gains distributions, if any, at the average price paid per share at the time of reinvestment. Total Return on Common Share Net Asset Value is the combination of changes in Common Share net asset value, reinvested dividend income at net asset value and reinvested capital gains distributions at net asset value, if any. Total returns are not annualized.

*** After custodian fee credit and expense reimbursement.

+ The amounts shown are based on Common share equivalents.

++ Ratios do not reflect the effect of dividend payments to FundPreferred shareholders; income ratios reflect income earned on assets attributable to FundPreferred shares.

(a) Per share Net Investment Income is calculated using the average daily shares method.

(b) For the period September 25, 2003 (commencement of operations) through December 31, 2003.

See accompanying notes to financial statements.

32-33 SPREAD

Board Members

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AND OFFICERS

The management of the Funds, including general supervision of the duties performed for the Funds by the Adviser, is the responsibility of the Board Members of the Funds. The number of board members of the Funds is currently set at eight. None of the board members who are not "interested" persons of the Funds has ever been a director or employee of, or consultant to, Nuveen or its affiliates. The names and business addresses of the board members and officers of the Funds, their principal occupations and other affiliations during the past five years, the number of portfolios each oversees and other directorships they hold are set forth below.

NAME, BIRTHDATE AND ADDRESS	POSITION(S) HELD WITH THE FUNDS	YEAR FIRST ELECTED OR APPOINTED (2)	PRINCIPAL OCCUPATION(S) INCLUDING OTHER DIRECTORSHIPS DURING PAST 5 YEARS

BOARD MEMBER WHO IS AN INTERESTED PERSON OF THE FUNDS:			

Timothy R. Schwertfeger (1) 3/28/49 333 W. Wacker Drive Chicago, IL 60606	Chairman of the Board and Trustee	1994	Chairman and Director (since 1996) of N Inc. and Nuveen Investments, LLC; Direc Chairman (since 1996) of Nuveen Advisor Institutional Advisory Corp. (3); Chair 1997) of Nuveen Asset Management; Direc of Institutional Capital Corporation; C (since 1999) of Rittenhouse Asset Manag Chairman of Nuveen Investments Advisers

BOARD MEMBERS WHO ARE NOT INTERESTED PERSONS OF THE FUNDS:			

Robert P. Bremner 8/22/40 333 W. Wacker Drive Chicago, IL 60606	Board member	1997	Private Investor and Management Consult

Lawrence H. Brown 7/29/34 333 W. Wacker Drive Chicago, IL 60606	Board member	1993	Retired (1989) as Senior Vice President Trust Company; Director, Community Advi Highland Park and Highwood, United Way Shore (since 2002).

Jack B. Evans 10/22/48 333 W. Wacker Drive Chicago, IL 60606	Board member	1999	President, The Hall-Perrine Foundation, corporation (since 1996); Director and Fire Group, a publicly held company; Ad University of Iowa; Director, Gazette C of Coe College; Director, Iowa College Director, Federal Reserve Bank of Chica and Chief Operating Officer, SCI Financ financial services firm.

William C. Hunter 3/6/48 333 W. Wacker Drive Chicago, IL 60606	Board member	2004	Dean and Distinguished Professor of Fin Business at the University of Connectic previously Senior Vice President and Di at the Federal Reserve Bank of Chicago Director, Credit Research Center at Geo Director of Xerox Corporation (since 20

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NAME, BIRTHDATE AND ADDRESS	POSITION(S) HELD WITH THE FUNDS	YEAR FIRST ELECTED OR APPOINTED (2)	PRINCIPAL OCCUPATION(S) INCLUDING OTHER DIRECTORSHIPS DURING PAST 5 YEARS
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BOARD MEMBERS WHO ARE NOT INTERESTED PERSONS OF THE FUNDS (CONTINUED):

William J. Schneider 9/24/44 333 W. Wacker Drive Chicago, IL 60606	Board member	1997	Chairman, formerly, Senior Partner and Officer, Miller-Valentine Partners Ltd. investment company; formerly, Vice Pres Realty, a construction company; Director Committee and Member of the Audit Commi Health Partners, the not-for-profit par Valley Hospital; President of the Dayto Association; Director and Immediate Pas Development Coalition; formerly, Member Advisory Board, National City Bank, Day Business Advisory Council, Cleveland Fe
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Judith M. Stockdale 12/29/47 333 W. Wacker Drive Chicago, IL 60606	Board member	1997	Executive Director, Gaylord and Dorothy Foundation (since 1994); prior thereto, Great Lakes Protection Fund (from 1990
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Eugene S. Sunshine 1/22/50 333 W. Wacker Drive Chicago, IL 60606	Board member	2005	Senior Vice President for Business and Northwestern University; Director (sinc Board of Options Exchange; Director (si Mentor Holdings, a privately-held, nati and community-based services; Chairman of Directors, Rubicon, an insurance com Northwestern University; Director (sinc of Commerce and Evanston Inventure, a b organization.
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NAME, BIRTHDATE AND ADDRESS	POSITION(S) HELD WITH THE FUNDS	YEAR FIRST ELECTED OR APPOINTED (4)	PRINCIPAL OCCUPATION(S) DURING PAST 5 YEARS
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OFFICERS OF THE FUNDS:

Gifford R. Zimmerman 9/9/56 333 W. Wacker Drive Chicago, IL 60606	Chief Administrative Officer	1988	Managing Director (since 2002), Assista Associate General Counsel, formerly, Vi Assistant General Counsel of Nuveen Inv Managing Director (since 2002), General Assistant Secretary, formerly, Vice Pre Advisory Corp. and Nuveen Institutional Managing Director (since 2002), Assista and Associate General Counsel, formerly
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(since 2000), of Nuveen Asset Management Director (since 2004) and Assistant Sec (1994) of Nuveen Investments, Inc.; Assi of NWQ Investment Management Company, L Vice President and Assistant Secretary Investments Advisers Inc. (since 2002); Director, Associate General Counsel and Secretary of Rittenhouse Asset Manage (since 2003); Chartered Financial Analy

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Board Members
AND OFFICERS (CONTINUED)

NAME, BIRTHDATE AND ADDRESS	POSITION(S) HELD WITH THE FUNDS	YEAR FIRST ELECTED OR APPOINTED (3)	PRINCIPAL OCCUPATION(S) DURING PAST 5 YEARS
----- OFFICERS OF THE FUNDS (CONTINUED): -----			
Julia L. Antonatos 9/22/63 333 W. Wacker Drive Chicago, IL 60606	Vice President	2004	Managing Director (since 2005), previous (since 2002), formerly, Assistant Vice of Nuveen Investments, LLC; Chartered F
Michael T. Atkinson 2/3/66 333 W. Wacker Drive Chicago, IL 60606	Vice President and Assistant Secretary	2000	Vice President (since 2002), formerly, President (since 2000), previously, Ass Investments, LLC.
Peter H. D'Arrigo 11/28/67 333 W. Wacker Drive Chicago, IL 60606	Vice President and Treasurer	1999	Vice President of Nuveen Investments, L prior thereto, Assistant Vice President President and Treasurer of Nuveen Inves 1999); Vice President and Treasurer of and Nuveen Institutional Advisory Corp President and Treasurer of Nuveen Asset (since 2002) and of Nuveen Investments 2002); Assistant Treasurer of NWQ Inves Company, LLC (since 2002); Vice Preside Nuveen Rittenhouse Asset Management, In Chartered Financial Analyst.
Jessica R. Droeger 9/24/64 333 W. Wacker Drive Chicago, IL 60606	Vice President and Secretary	2000	Vice President (since 2002) and Assista (since 1998), formerly, Assistant Vice Nuveen Investments, LLC; Vice President and Assistant Secretary (since 1998), f Vice President of Nuveen Advisory Corp. Institutional Advisory Corp. (3); Vice Secretary (since 2002) of Nuveen Asset

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Lorna C. Ferguson 10/24/45 333 W. Wacker Drive Chicago, IL 60606	Vice President	1998	Managing Director (since 2004) formerly Nuveen Investments, LLC; Managing Director formerly, Vice President (since 1998) of and Nuveen Institutional Advisory Corp. (since 2005) of Nuveen Asset Management
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William M. Fitzgerald 3/2/64 333 W. Wacker Drive Chicago, IL 60606	Vice President	1995	Managing Director (since 2002) of Nuveen LLC; Managing Director (since 2001), former of Nuveen Advisory Corp. and Nuveen Institutional Advisory Corp. (since 1995) (3); Managing Director Management (3) (since 2001); Vice President Investment Advisers Inc. (since 2002); Analyst.
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Stephen D. Foy 5/31/54 333 W. Wacker Drive Chicago, IL 60606	Vice President and Controller	1998	Vice President (since 1993) and Funds Controller of Nuveen Investments, LLC and, formerly Funds Controller (since 1998) of Nuveen Certified Public Accountant.
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NAME, BIRTHDATE AND ADDRESS	POSITION(S) HELD WITH THE FUNDS	YEAR FIRST ELECTED OR APPOINTED (3)	PRINCIPAL OCCUPATION(S) DURING PAST 5 YEARS
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OFFICERS OF THE FUNDS (CONTINUED):

David J. Lamb 3/22/63 333 W. Wacker Drive Chicago, IL 60606	Vice President	2000	Vice President (since 2000) of Nuveen Investments, LLC, previously Assistant Vice President prior thereto, Associate of Nuveen Investments, Inc. Certified Public Accountant.
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Tina M. Lazar 8/27/61 333 W. Wacker Drive Chicago, IL 60606	Vice President	2002	Vice President (since 1999), previously President (since 1993) of Nuveen Investments, Inc.
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Larry W. Martin 7/27/51 333 W. Wacker Drive Chicago, IL 60606	Vice President and Assistant Secretary	1988	Vice President, Assistant Secretary and Counsel of Nuveen Investments, LLC; Vice Assistant Secretary of Nuveen Institutional Advisory Corp. (3); Assistant Secretary of Nuveen Investments, Inc. and (since 1997) Nuveen Investments, Inc. Vice President (since 2000), Assistant General Counsel (since 1998) of Rittenberg Management, Inc.; Vice President and Assistant Secretary of Nuveen Investments Advisers (since 2002); Assistant Secretary of Nuveen Management Company, LLC (since 2002).
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(1) Mr. Schwertfeger is an "interested person" of the Funds, as defined in the

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Investment Company Act of 1940, because he is an officer and board member of the Adviser.

- (2) Board members serve an indefinite term until his/her successor is elected. The year first elected or appointed represents the year in which the board member was first elected or appointed to any fund in the Nuveen Complex.
- (3) Nuveen Advisory Corp. and Nuveen Institutional Advisory Corp. were reorganized into Nuveen Asset Management, effective January 1, 2005.
- (4) Officers serve one year terms through July of each year. The year first elected or appointed represents the year in which the Officer was first elected or appointed to any fund in the Nuveen Complex.

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Reinvest Automatically
EASILY AND CONVENIENTLY

Sidebar text: NUVEEN MAKES REINVESTING EASY. A PHONE CALL IS ALL IT TAKES TO SET UP YOUR REINVESTMENT ACCOUNT.

NUVEEN CLOSED-END EXCHANGE-TRADED FUNDS
DIVIDEND REINVESTMENT PLAN

Your Nuveen Closed-End Exchange-Traded Fund allows you to conveniently reinvest dividends and/or capital gains distributions in additional fund shares

By choosing to reinvest, you'll be able to invest money regularly and automatically, and watch your investment grow through the power of compounding.

It is important to note that an automatic reinvestment plan does not ensure a profit, nor does it protect you against loss in a declining market.

EASY AND CONVENIENT

To make recordkeeping easy and convenient, each month you'll receive a statement showing your total dividends and distributions, the date of investment, the shares acquired and the price per share, and the total number of shares you own.

HOW SHARES ARE PURCHASED

The shares you acquire by reinvesting will either be purchased on the open market or newly issued by the Fund. If the shares are trading at or above net asset value at the time of valuation, the Fund will issue new shares at the greater of the net asset value or 95% of the then-current market price. If the shares are trading at less than net asset value, shares for your account will be purchased on the open market. Dividends and distributions received to purchase shares in the open market will normally be invested shortly after the dividend payment date. No interest will be paid on dividends and distributions awaiting reinvestment. Because the market price of the shares may increase before purchases are completed, the average purchase price per share may exceed the market price at the time of valuation, resulting in the acquisition of fewer shares than if the dividend or distribution had been paid in shares issued by the Fund. A pro rata portion of any applicable brokerage commissions on open market purchases will be paid by Plan participants. These commissions usually will be lower than those charged on individual transactions.

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FLEXIBLE

You may change your distribution option or withdraw from the Plan at any time, should your needs or situation change. Should you withdraw, you can receive a certificate for all whole shares credited to your reinvestment account and cash payment for fractional shares, or cash payment for all reinvestment account shares, less brokerage commissions and a \$2.50 service fee.

You can reinvest whether your shares are registered in your name, or in the name of a brokerage firm, bank, or other nominee. Ask your investment advisor if his or her firm will participate on your behalf. Participants whose shares are registered in the name of one firm may not be able to transfer the shares to another firm and continue to participate in the Plan.

The Fund reserves the right to amend or terminate the Plan at any time. Although the Fund reserves the right to amend the Plan to include a service charge payable by the participants, there is no direct service charge to participants in the Plan at this time.

CALL TODAY TO START REINVESTING DIVIDENDS AND/OR DISTRIBUTIONS

For more information on the Nuveen Automatic Reinvestment Plan or to enroll in or withdraw from the Plan, speak with your financial advisor or call us at (800) 257-8787.

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Other Useful INFORMATION

Effective Jan. 1, 2005, the asset management services and operations of Nuveen Advisory Corp. (NAC) and Nuveen Institutional Advisory Corp (NIAC) became part of Nuveen Asset Management (NAM). This internal consolidation is intended to simplify the delivery of services to the investment management clients of Nuveen Investments. It does not affect the investment objectives or portfolio management of any Fund.

QUARTERLY PORTFOLIO OF INVESTMENTS AND PROXY VOTING INFORMATION

The Fund's (i) quarterly portfolio of investments, (ii) information regarding how the Funds voted proxies relating to portfolio securities held during the most recent 12-month period ended June 30, 2004, and (iii) a description of the policies and procedures that the Fund used to determine how to vote proxies relating to portfolio securities are available without charge, upon request, by calling Nuveen Investments toll-free at (800) 257-8787 or on Nuveen's website at www.nuveen.com.

You may also obtain this and other Fund information directly from the Securities and Exchange Commission ("SEC"). The SEC may charge a copying fee for this information. Visit the SEC on-line at <http://www.sec.gov> or in person at the SEC's Public Reference Room in Washington, D.C. Call the SEC at 1-202-942-8090 for room hours and operation. You may also request Fund information by sending an e-mail request to publicinfo@sec.gov or by writing to the SEC's Public Reference Section at 450 Fifth Street NW, Washington, D.C. 20549.

DIVIDEND INFORMATION

The Nuveen Diversified Dividend and Income Fund designates 15.45% of dividends

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declared from net investment income as dividends qualifying for the 70% dividends received deduction for corporations, and 19.96% as qualified dividend income for individuals under the Jobs and Growth Tax Relief Reconciliation Act of 2003.

GLOSSARY OF TERMS USED IN THIS REPORT

AVERAGE ANNUAL TOTAL RETURN: This is a commonly used method to express an investment's performance over a particular, usually multi-year time period. It expresses the return that would have been necessary each year to equal the investment's actual cumulative performance (including change in NAV or market price and reinvested dividends and capital gains distributions, if any) over the time period being considered.

MARKET YIELD: Market yield is based on the Fund's current annualized monthly distribution divided by the Fund's current market price. The Fund's monthly distributions to its shareholders may be comprised of ordinary income, net realized capital gains and, if at the end of the calendar year the Funds' cumulative net ordinary income and net realized gains are less than the amount of the Fund's distributions, a tax return of capital.

NET ASSET VALUE (NAV): A Fund's common share NAV per share is calculated by subtracting the liabilities of the Fund (including any MuniPreferred shares issued in order to leverage the Fund) from its total assets and then dividing the remainder by the number of shares outstanding. Fund NAVs are calculated at the end of each business day.

BOARD OF TRUSTEES

Robert P. Bremner
Lawrence H. Brown
Jack B. Evans
William C. Hunter
William J. Schneider
Timothy R. Schwertfeger
Judith M. Stockdale
Eugene S. Sunshine

FUND MANAGER

Nuveen Asset Management
333 West Wacker Drive
Chicago, IL 60606

CUSTODIAN

State Street Bank & Trust
Boston, MA

TRANSFER AGENT AND SHAREHOLDER SERVICES

State Street Bank & Trust
Nuveen Funds
P.O. Box 43071
Providence, RI 02940-3071

(800) 257-8787

LEGAL COUNSEL

Chapman and Cutler LLP
Chicago, IL

INDEPENDENT REGISTERED

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PUBLIC ACCOUNTING FIRM
Ernst & Young LLP
Chicago, IL

The Fund intends to repurchase shares of its own common or preferred stock in the future at such times and in such amounts as is deemed advisable. No shares were repurchased during the period covered by this report. Any future repurchases will be reported to shareholders in the next annual or semiannual report.

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Nuveen Investments:
SERVING Investors
For GENERATIONS

Photo of: 2 women looking at a photo album.

Since 1898, financial advisors and their clients have relied on Nuveen Investments to provide dependable investment solutions. For the past century, Nuveen Investments has adhered to the belief that the best approach to investing is to apply conservative risk-management principles to help minimize volatility.

Building on this tradition, we today offer a range of high quality equity and fixed-income solutions that are integral to a well-diversified core portfolio. Our clients have come to appreciate this diversity, as well as our continued adherence to proven, long-term investing principles.

WE OFFER MANY DIFFERENT INVESTING SOLUTIONS FOR OUR CLIENTS' DIFFERENT NEEDS.

Managing more than \$115 billion in assets, Nuveen Investments offers access to a number of different asset classes and investing solutions through a variety of products. Nuveen Investments markets its capabilities under four distinct brands: Nuveen, a leader in fixed-income investments; NWQ, a leader in value-style equities; Rittenhouse, a leader in growth-style equities; and Symphony, a leading institutional manager of market-neutral alternative investment portfolios.

FIND OUT HOW WE CAN HELP YOU REACH YOUR FINANCIAL GOALS.

To learn more about the products and services Nuveen Investments offers, talk to your financial advisor, or call us at (800) 257-8787. Please read the information provided carefully before you invest.

Be sure to obtain a prospectus, where applicable. Investors should consider the investment objective and policies, risk considerations, charges and expenses of the Fund carefully before investing. The prospectus contains this and other information relevant to an investment in the Fund. For a prospectus, please contact your securities representative or Nuveen Investments, 333 W. Wacker Dr., Chicago, IL 60606. Please read the prospectus carefully before you invest or send money.

Learn more
about Nuveen Funds at
WWW.NUVEEN.COM/ETF

- o Share prices
- o Fund details
- o Daily financial news
- o Investor education
- o Interactive planning tools

Logo: NUVEEN Investments

EAN-B-1204D

ITEM 2. CODE OF ETHICS.

As of the end of the period covered by this report, the registrant has adopted a code of ethics that applies to the registrant's principal executive officer, principal financial officer, principal accounting officer or controller, or persons performing similar functions. There were no amendments to or waivers from the Code during the period covered by this report. The registrant has posted the code of ethics on its website at www.nuveen.com/etf. (To view the code, click on the Investor Resources drop down menu box, click on Fund Governance and then click on Code of Conduct.)

ITEM 3. AUDIT COMMITTEE FINANCIAL EXPERT.

The registrant's Board of Directors or Trustees determined that the registrant has at least one "audit committee financial expert" (as defined in Item 3 of Form N-CSR) serving on its Audit Committee. The registrant's audit committee financial expert is Jack B. Evans, Chairman of the Audit Committee, who is "independent" for purposes of Item 3 of Form N-CSR. Mr. Evans has served as the registrant's audit committee financial expert from July 26, 2004 to the end of the reporting period on December 31, 2004.

Prior to July 26, 2004, William E. Bennett, who was "independent" for purposes of Item 3 of Form N-CSR, served as the audit committee financial expert. Mr. Bennett unexpectedly resigned from the Board effective April 30, 2004. Accordingly for this reporting period, the registrant did not have a designated "audit committee financial expert" from July 1, 2004 to July 26, 2004.

Mr. Evans was formerly President and Chief Operating Officer of SCI Financial Group, Inc., a full service registered broker-dealer and registered investment adviser ("SCI"). As part of his role as President and Chief Operating Officer, Mr. Evans actively supervised the Chief Financial Officer (the "CFO") and actively supervised the CFO's preparation of financial statements and other filings with various regulatory authorities. In such capacity, Mr. Evans was actively involved in the preparation of SCI's financial statements and the resolution of issues raised in connection therewith. Mr. Evans has also served on the audit committee of various reporting companies. At such companies, Mr. Evans was involved in the oversight of audits, audit plans, and the preparation of financial statements. Mr. Evans also formerly chaired the audit committee of the Federal Reserve Bank of Chicago.

Mr. Bennett was formerly Executive Vice President and Chief Credit Officer of First Chicago Corporation and its principal subsidiary, The First National Bank of Chicago. As part of his role as Chief Credit Officer, Mr. Bennett set policy as to accrual of assets/loans; designated performing/non-performing assets; set the level of reserves against the credit portfolio; and determined the carrying value of credit related assets and exposure. Among other things, Mr. Bennett was also responsible for the oversight of the internal analysis function including setting ground rules for the review and preparation of financial analysis and financial statements for use in making credit and risk decisions for clients. Mr. Bennett has significant experience reviewing, analyzing and evaluating financial statements of domestic and international companies in a variety of industries with complex accounting issues.

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ITEM 4. PRINCIPAL ACCOUNTANT FEES AND SERVICES.

Nuveen Diversified Dividend and Income Fund

The following tables show the amount of fees that Ernst & Young LLP, the Fund's auditor, billed to the Fund during the Fund's last two full fiscal years. For engagements with Ernst & Young LLP entered into on or after May 6, 2003, the Audit Committee approved in advance all audit services and non-audit services that Ernst & Young LLP provided to the Fund, except for those non-audit services that were subject to the pre-approval exception under Rule 2-01 of Regulation S-X (the "pre-approval exception"). The pre-approval exception for services provided directly to the Fund waives the pre-approval requirement for services other than audit, review or attest services if: (A) the aggregate amount of all such services provided constitutes no more than 5% of the total amount of revenues paid by the Fund to its accountant during the fiscal year in which the services are provided; (B) the Fund did not recognize the services as non-audit services at the time of the engagement; and (C) the services are promptly brought to the Audit Committee's attention, and the Committee (or its delegate) approves the services before the audit is completed.

The Audit Committee has delegated certain pre-approval responsibilities to its Chairman (or, in his absence, any other member of the Audit Committee).

SERVICES THAT THE FUND'S AUDITOR BILLED TO THE FUND

FISCAL YEAR ENDED	AUDIT FEES BILLED TO FUND	AUDIT-RELATED FEES BILLED TO FUND	TA BILLE
December 31, 2004	\$ 25,000	\$ 0	
Percentage approved pursuant to pre-approval exception	N/A	0%	
December 31, 2003	\$ 19,300	\$ 0	
Percentage approved pursuant to pre-approval exception	N/A	0%	

The above "All Other Fees" are fees paid to audit firms to perform agreed upon procedures required by the rating agencies to rate fund preferred shares. The above "Tax Fees" were billed for professional services for tax advice, tax compliance and tax planning.

SERVICES THAT THE FUND'S AUDITOR BILLED TO THE ADVISER AND AFFILIATED FUND SERVICE PROVIDERS

The following tables show the amount of fees billed by Ernst & Young LLP to Nuveen Institutional Advisory Corp. ("NIAC" or the "Adviser"), and any entity controlling, controlled by or under common control with NIAC ("Control Affiliate") that provides ongoing services to the Fund ("Affiliated Fund Service Provider"), for engagements directly related to the Fund's operations and financial reporting, during the Fund's last two full fiscal years.

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The table also shows the percentage of fees subject to the pre-approval exception. The pre-approval exception for services provided to the Adviser and any Affiliated Fund Service Provider (other than audit, review or attest services) waives the pre-approval requirement if: (A) the aggregate amount of all such services provided constitutes no more than 5% of the total amount of revenues paid to Ernst & Young LLP by the Fund, the Adviser and Affiliated Fund Service Providers during the fiscal year in which the services are provided that would have to be pre-approved by the Audit Committee; (B) the Fund did not recognize the services as non-audit services at the time of the engagement; and (C) the services are promptly brought to the Audit Committee's attention, and the Committee (or its delegate) approves the services before the Fund's audit is completed.

FISCAL YEAR ENDED	AUDIT-RELATED FEES BILLED TO ADVISER AND AFFILIATED FUND SERVICE PROVIDERS	TAX FEES BILLED TO ADVISER AND AFFILIATED FUND SERVICE PROVIDERS
December 31, 2004	\$ 0	\$ 0
Percentage approved pursuant to pre-approval exception	0%	0%
December 31, 2003	\$ 0	\$ 0
Percentage approved pursuant to pre-approval exception	N/A	N/A

NON-AUDIT SERVICES

The following table shows the amount of fees that Ernst & Young LLP billed during the Fund's last two full fiscal years for non-audit services. For engagements entered into on or after May 6, 2003, the Audit Committee is required to pre-approve non-audit services that Ernst & Young LLP provides to the Adviser and any Affiliated Fund Services Provider, if the engagement related directly to the Fund's operations and financial reporting (except for those subject to the de minimis exception described above). The Audit Committee requested and received information from Ernst & Young LLP about any non-audit services that Ernst & Young LLP rendered during the Fund's last fiscal year to the Adviser and any Affiliated Fund Service Provider. The Committee considered this information in evaluating Ernst & Young LLP's independence.

FISCAL YEAR ENDED	TOTAL NON-AUDIT FEES BILLED TO ADVISER AND AFFILIATED FUND SERVICE PROVIDERS (ENGAGEMENTS RELATED DIRECTLY TO THE OPERATIONS AND FINANCIAL REPORTING OF THE FUND)	TOTAL BILLING TO AFFIL PRO
TOTAL NON-AUDIT FEES BILLED TO FUND		

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December 31, 2004	\$ 1,685	\$ 0
December 31, 2003	\$ 0	\$ 0

Audit Committee Pre-Approval Policies and Procedures. Generally, the audit committee must approve (i) all non-audit services to be performed for the Fund by the Fund's independent accountants and (ii) all audit and non-audit services to be performed by the Fund's independent accountants for the Affiliated Fund Service Providers with respect to operations and financial reporting of the Fund. Regarding tax and research projects conducted by the independent accountants for the Fund and Affiliated Fund Service Providers (with respect to operations and financial reports of the Fund) such engagements will be (i) pre-approved by the audit committee if they are expected to be for amounts greater than \$10,000; (ii) reported to the audit committee chairman for his verbal approval prior to engagement if they are expected to be for amounts under \$10,000 but greater than \$5,000; and (iii) reported to the audit committee at the next audit committee meeting if they are expected to be for an amount under \$5,000.

ITEM 5. AUDIT COMMITTEE OF LISTED REGISTRANTS.

The registrant's Board of Directors or Trustees has a separately designated audit committee established in accordance with Section 3(a)(58)(A) of the Securities Exchange Act of 1934, as amended (the "Exchange Act") (15 U.S.C. 78c(a)(58)(A)). The members of the audit committee are Robert P. Bremner, Lawrence H. Brown, Jack B. Evans and William J. Schneider.

ITEM 6. SCHEDULE OF INVESTMENTS.

See Schedule I in Item 1.

ITEM 7. DISCLOSURE OF PROXY VOTING POLICIES AND PROCEDURES FOR CLOSED-END MANAGEMENT INVESTMENT COMPANIES.

In the rare event that a municipal issuer held by the Fund were to issue a proxy or that the Fund were to receive a proxy issued by a cash management security, the Adviser would either engage an independent third party to determine how the proxy should be voted or vote the proxy with the consent, or based on the instructions, of the Fund's Board of Directors or Trustees or its representative. In the case of a conflict of interest, the proxy would be submitted to the applicable Fund's Board to determine how the proxy should be voted. A member of the Adviser's legal department would oversee the administration of the voting, and ensure that records were maintained in accordance with Rule 204-2(c)(2) under the Investment Advisers Act of 1940 (17 CFR 275.204-2(c)(2)), reports were filed with the SEC on Form N-PX, and the results were provided to the Board of Directors or Trustees and made available to shareholders as required by applicable rules.

ITEM 8. PORTFOLIO MANAGERS OF CLOSED-END MANAGEMENT INVESTMENT COMPANIES.

Not applicable at this time.

ITEM 9. PURCHASES OF EQUITY SECURITIES BY CLOSED-END MANAGEMENT INVESTMENT COMPANY AND AFFILIATED PURCHASERS.

Not applicable.

ITEM 10. SUBMISSION OF MATTERS TO A VOTE OF SECURITY HOLDERS.

In the event of a vacancy on the Board, the nominating and governance committee receives suggestions from various sources, including shareholders, as to

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suitable candidates. Suggestions should be sent in writing to Lorna Ferguson, Vice President for Board Relations, Nuveen Investments, 333 West Wacker Drive, Chicago, IL 60606. The nominating and governance committee sets appropriate standards and requirements for nominations for new directors or trustees and reserves the right to interview all candidates and to make the final selection of any new directors or trustees.

ITEM 11. CONTROLS AND PROCEDURES.

- (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") (17 CFR 270.30a-3(c))) are effective, as of a date within 90 days of the filing date of this report that includes the disclosure required by this paragraph, based on their evaluation of the controls and procedures required by Rule 30a-3(b) under the 1940 Act (17 CFR 270.30a-3(b)) and Rules 13a-15(b) or 15d-15(b) under the Securities Exchange Act of 1934, as amended (the "Exchange Act") (17 CFR 240.13a-15(b) or 240.15d-15(b)).
- (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 (17 CFR 270.30a-3(d)) that occurred during the second fiscal quarter of the period covered by this report that has materially affected, or is reasonably likely to materially affect, the registrant's internal control over financial reporting.

ITEM 12. EXHIBITS.

File the exhibits listed below as part of this Form. Letter or number the exhibits in the sequence indicated.

(a)(1) Any code of ethics, or amendment thereto, that is the subject of the disclosure required by Item 2, to the extent that the registrant intends to satisfy the Item 2 requirements through filing of an exhibit: Not applicable because the code is posted on registrant's website at www.nuveen.com/etf. and there were no amendments during the period covered by this report (To view the code, click on the Investor Resources drop down menu box, click on Fund Governance and then Code of Conduct.).

(a)(2) A separate certification for each principal executive officer and principal financial officer of the registrant as required by Rule 30a-2(a) under the 1940 Act (17 CFR 270.30a-2(a)) in the exact form set forth below: Ex-99.CERT Attached hereto.

(a)(3) Any written solicitation to purchase securities under Rule 23c-1 under the 1940 Act (17 CFR 270.23c-1) sent or given during the period covered by the report by or on behalf of the registrant to 10 or more persons. Not applicable.

(b) If the report is filed under Section 13(a) or 15(d) of the Exchange Act, provide the certifications required by Rule 30a-2(b) under the 1940 Act (17 CFR 270.30a-2(b)); Rule 13a-14(b) or Rule 15d-14(b) under the Exchange Act (17 CFR 240.13a-14(b) or 240.15d-14(b)), and Section 1350 of Chapter 63 of Title 18 of the United States Code (18 U.S.C. 1350) as an exhibit. A certification furnished pursuant to this paragraph will not be deemed "filed" for purposes of Section 18 of the Exchange Act (15 U.S.C. 78r), or otherwise subject to the liability of that section. Such certification will not be deemed to be incorporated by reference into any filing under the Securities Act of 1933 or the Exchange Act, except to the extent that the registrant specifically incorporates it by reference. Ex-99.906 CERT attached hereto.

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934 and the Investment Company Act of 1940, the registrant has duly caused this report to be signed on its behalf by the undersigned, thereunto duly authorized.

(Registrant) Nuveen Diversified Dividend and Income Fund

By (Signature and Title)* /s/ Jessica R. Droeger

Jessica R. Droeger
Vice President and Secretary

Date: March 10, 2005

Pursuant to the requirements of the Securities Exchange Act of 1934 and the Investment Company Act of 1940, this report has been signed below by the following persons on behalf of the registrant and in the capacities and on the dates indicated.

By (Signature and Title)* /s/ Gifford R. Zimmerman

Gifford R. Zimmerman
Chief Administrative Officer
(principal executive officer)

Date: March 10, 2005

By (Signature and Title)* /s/ Stephen D. Foy

Stephen D. Foy
Vice President and Controller
(principal financial officer)

Date: March 10, 2005

* Print the name and title of each signing officer under his or her signature.