

Delaware Investments Municipal Fixed Income

Presentation to:



October 4, 2010

Delaware Investments • 2005 Market Street • Philadelphia, PA 19103-7094

Delaware Investments refers to Delaware Management Holdings, Inc. (DMHI) and its subsidiaries, including the Series' distributor, **Delaware Distributors, L.P.** Macquarie Group refers to Macquarie Group Limited (MGL) and its subsidiaries and affiliates worldwide.

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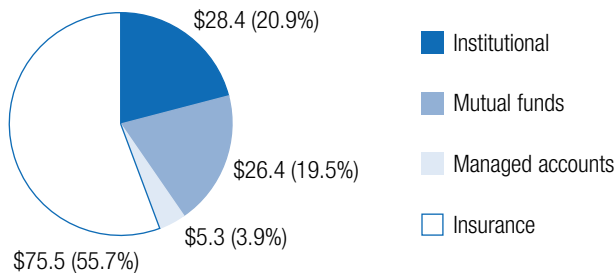
Firm overview

Delaware Investments

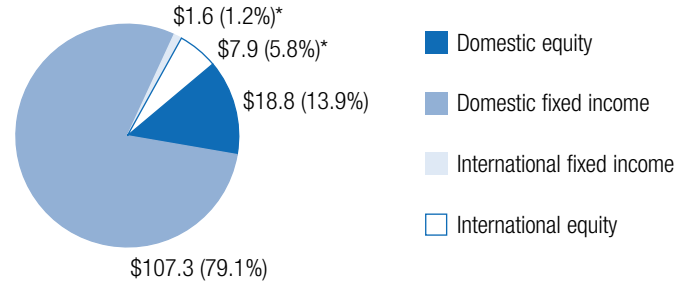
June 30, 2010

Assets \$135.6 billion under management

By client type (\$ billions)



By asset class (\$ billions)



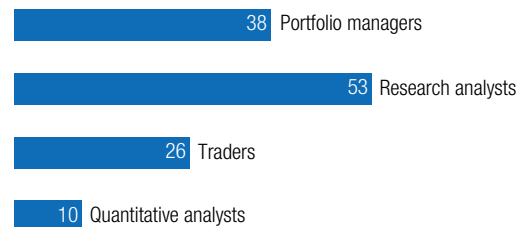
*\$5.7 billion of the International assets is currently sub-advised by Mondrian Investment Partners Limited (formerly Delaware International Advisers Ltd.).

History

- 1929 Delaware Investments predecessor firm is founded
- 1938 Delaware Investments introduces its first mutual fund
- 1970 Begin managing fixed income strategies
- 1978 Our flagship money market fund is introduced
- 1990 International/global capabilities are established
- 1994 Managed accounts business is established
- 2000 Begin decade of broadening investment capabilities
- 2007 Ireland-based UCITS funds are launched
- 2010 Delaware Investments joins Macquarie Group

Staff

127 Investment professionals



Client types

- Corporate retirement plans
- Endowments and foundations
- Individual investors
- Nuclear decommissioning trusts
- Public retirement plans
- Retirement plan services providers
- Socially responsible investors
- Sub-advisory clients
- Taft-Hartley plans

Firm overview

Delaware Investments

Delaware Investments: Shared values, shared resources



Our structure combines the entrepreneurial spirit of a small firm with the shared and deep resources of a large organization, which allows investment teams to focus on investing.

Independent investing:

Regardless of location, our teams focus on what we believe they do best, select investments.

Shared resources:

Our comprehensive infrastructure provides the investment teams with a wealth of support and distribution capabilities.

Ownership interest:

A long-term incentive plan provides investment teams with equity stakes in the company.

Firm overview

Delaware Investments

Investment teams

Fixed income securities

Fixed Income team *Philadelphia*

Core	Extended duration	Inflation-protected securities	Money market
Core plus	Floating rate	Limited-term	Multisector
Corporate	High-yield		Tax-exempt

Growth equities

Focus Growth team *San Francisco*

All-Cap	Large-Cap
Global	Smid-Cap

Healthcare team *Boston*

Healthcare Fund

Core equities

Core team *Philadelphia*

Large-Cap	Small-Cap
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International equities

Emerging Markets team *Boston*

Emerging Markets

REIT team *Philadelphia*

Global REIT

International Value Equity team *Boston*

Global Value	International Value
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Value equities

Large Cap Value team *Philadelphia*

Large-Cap

REIT team *Philadelphia*

REIT

Small, Mid Cap Value team *Philadelphia*

Mid-Cap	Small-Cap
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Multi-asset capabilities

Asset Allocation Committee *Philadelphia*

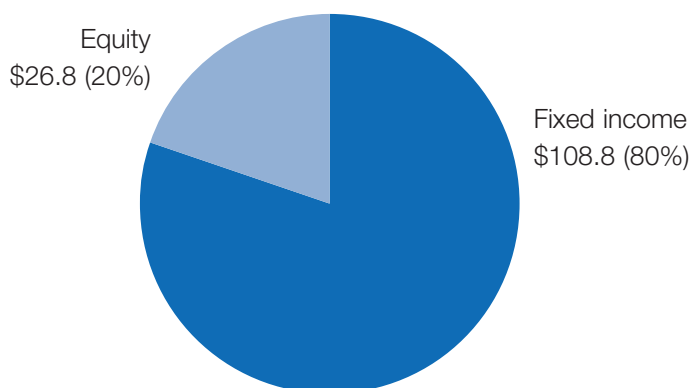
Asset allocation

Carefully consider the Fund's investment objectives, risk factors, charges, and expenses before investing. This and other information can be found in the Fund's prospectus, which may be obtained by visiting www.delawareinvestments.com or calling 800 362-7500. Investors should read the prospectus carefully before investing. Please see page 3.5 for important disclosure information.

Assets under management

As of June 30, 2010

(\$ Billions)



Fixed income

	(Millions)
Tax-Exempt	\$4,980
Short Term/Intermediate.	4,814
Core Based	12,521
Sector Specialty	3,545
High Yield.	3,627
International	1,585
ABS CDOs.	2,287
Insurance	75,480
Total.	\$108,839

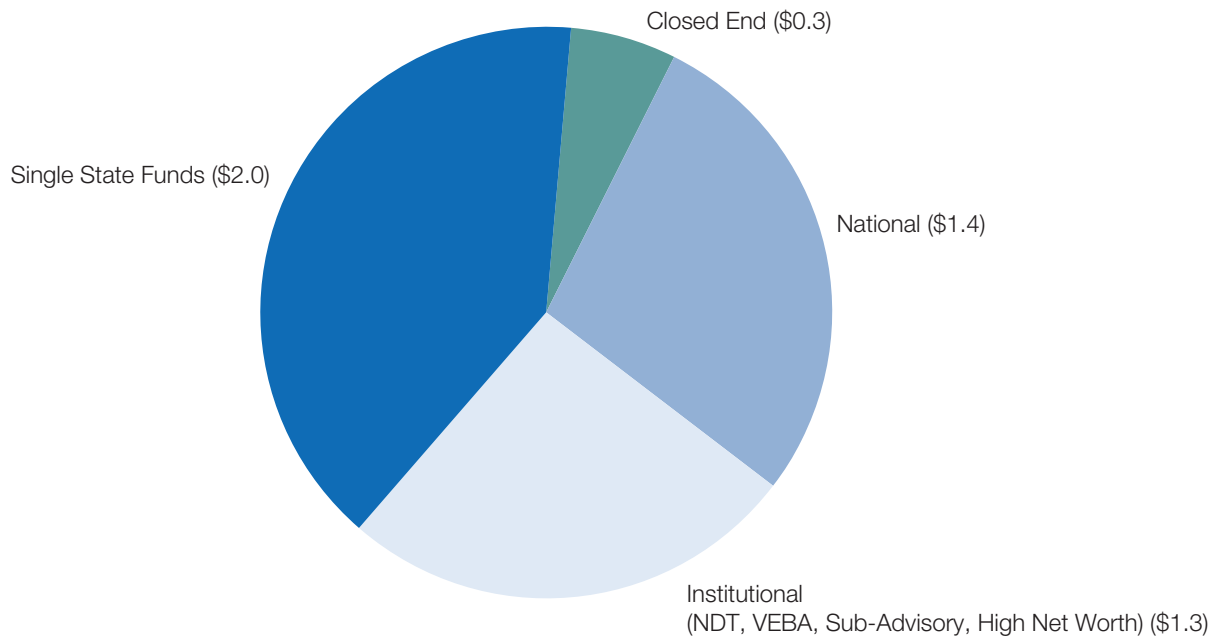
Assets include totals for all funds and separate accounts managed by Delaware Investments and its affiliates.

Municipal bond management

As of June 30, 2010

\$5.0 Billion* under management

(\$ Billions)



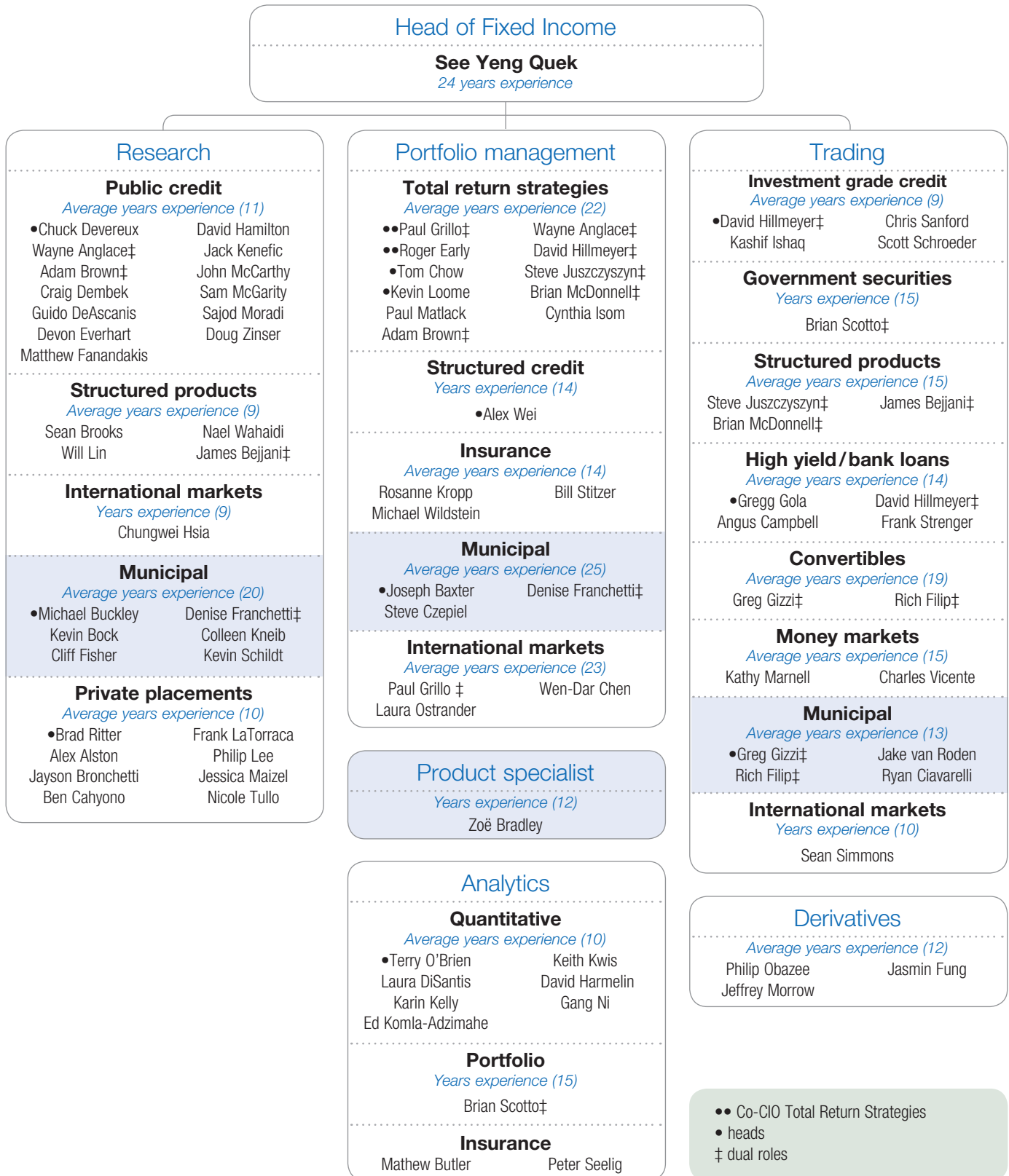
*** Additional \$2.4 billion managed in BABs/taxable municipal bonds for taxable strategies**

- Managing Municipal Bonds Since 1977
- Dedicated Investment Team
- Experienced in Managing Tax-Sensitive Portfolios
- Manage Portfolios with Various Tax, Duration and Rating Directives
- FAS 115 reporting capabilities (OTTI)

Fixed income team

77 investment professionals

As of September 2010

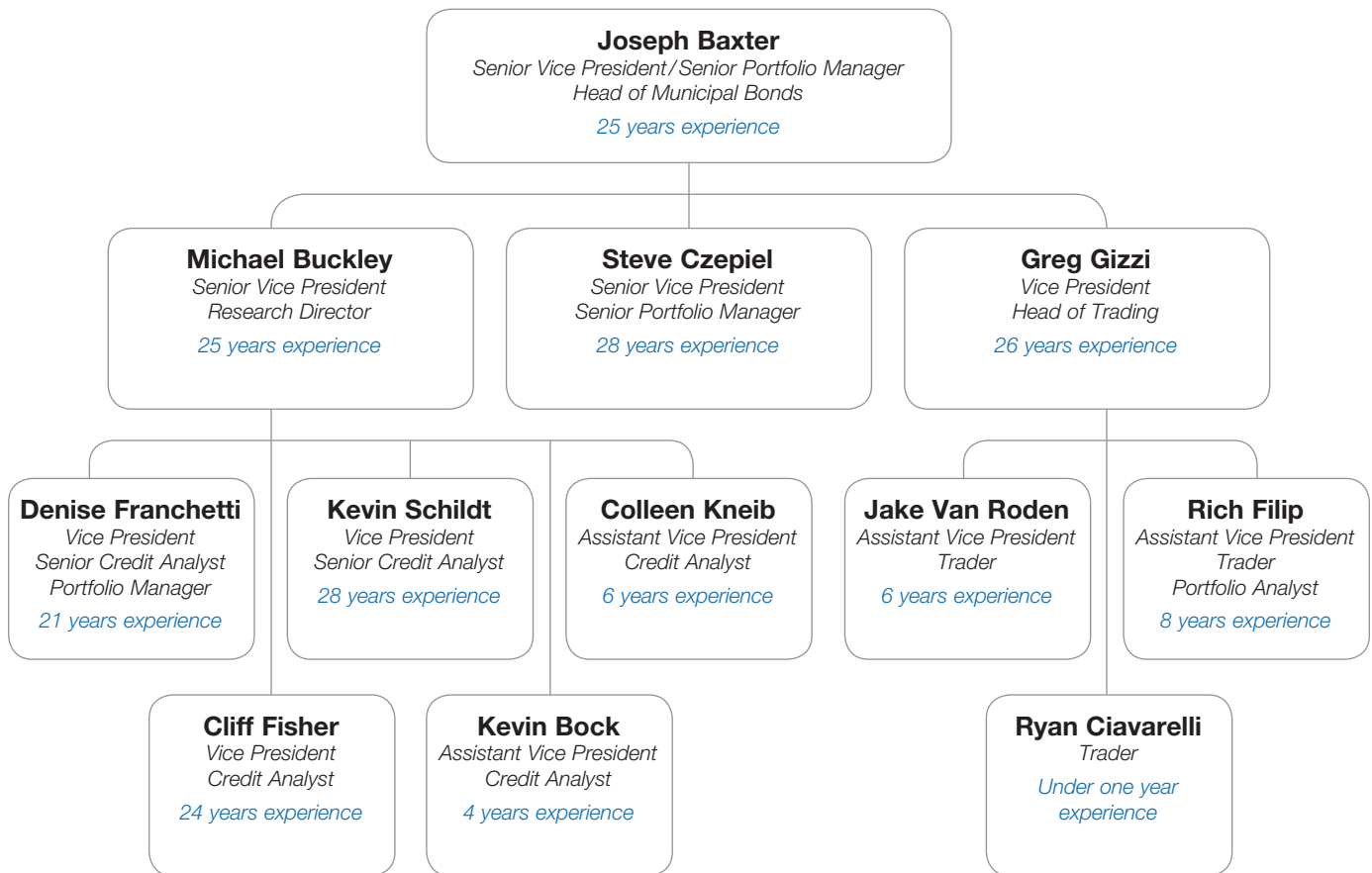


Municipal bond team

12 investment professionals

Experienced team dedicated to municipal bond management

Average municipal experience is 17 years



Professional biographies

Joseph R. Baxter

Senior Vice President, Head of Municipal Bond Department, Senior Portfolio Manager
Joseph R. Baxter is the head of the municipal bond department and is responsible for setting the department's investment strategy. He is also a co-portfolio manager of the firm's municipal bond funds and several client accounts. Before joining Delaware Investments in 1999 as head municipal bond trader, he held investment positions with First Union, most recently as a municipal portfolio manager with the Evergreen Funds. Baxter received a bachelor's degree in finance and marketing from La Salle University.

Michael P. Buckley

Senior Vice President, Director of Municipal Research
Michael P. Buckley is the head of the company's municipal research operations. He is also responsible for sector analysis of cities/counties, land secured/special assessment, nursing care, continuing care retirement communities, workouts, and charter schools. Prior to joining Delaware Investments in 1996 as a senior municipal bond analyst, he was vice president and municipal credit analyst for T. Rowe Price Associates for eight years. Before that, he was an assistant director for the Government Finance Research Center of the Government Finance Officers Association, where he managed the center's financial advisory business. Buckley received a bachelor's degree, cum laude, in environmental design from the University of Massachusetts at Amherst and a master's degree in urban planning from the University of Oregon. He is also a member of the National Federation of Municipal Analysts and the Society of Municipal Analysts.

Stephen J. Czepiel

Senior Vice President, Senior Portfolio Manager
Stephen J. Czepiel is a member of the firm's municipal fixed income portfolio management team with primary responsibility for portfolio construction and strategic asset allocation. He is a co-portfolio manager of the firm's municipal bond funds and client accounts. He joined Delaware Investments in July 2004 as a senior bond trader. Previously, he was vice president at both Mesirow Financial and Loop Capital Markets. He began his career in the securities industry in 1982 as a municipal bond trader at Kidder Peabody and now has more than 20 years of experience in the municipal securities industry. Czepiel earned his bachelor's degree in finance and economics from Duquesne University.

Clifford M. Fisher

Vice President, Credit Analyst
Clifford M. Fisher is a credit analyst for the firm's municipal department responsible for covering the following sectors: investor owned utilities, public power, transportation, turnpike/toll roads, leases, and continuing care retirement communities (systems). He joined Delaware Investments in 2002 as a municipal trader, and prior to that held vice president positions in municipal bond trading at Everen Securities and Advest. He began his investment career at Kidder Peabody, where he was hired as a supervisor and then worked his way to vice president in the municipal bond department. Fisher earned his bachelor's degree in economics from the State University of New York College at Brockport and has more than 20 years of experience in municipal bond trading.

Denise A. Franchetti, CFA

Vice President, Portfolio Manager, Senior Research Analyst
Denise A. Franchetti is a senior research analyst for the municipal bond department. Currently, she is responsible for following the airports, education, hotels, leases, turnpike/toll, and transportation sectors for the group. In 2003, she was also named as portfolio manager on several of the tax-exempt funds in addition to her research duties. Prior to joining Delaware Investments in 1997 as a municipal bond analyst, she was a fixed income trader at Provident Mutual Life Insurance and an investment analyst at General Accident Insurance. Franchetti received her bachelor's degree and an MBA from La Salle University, and she is a member of the CFA Society of Philadelphia.

Kevin C. Schildt, CFA

Vice President, Senior Research Analyst
Kevin C. Schildt is a senior research analyst for the municipal bond department, responsible for covering sectors such as hospitals, IDA, airlines, school districts, and states. Prior to joining Delaware Investments in November 2000, he worked for 13 years in the financial industry, including the position of assistant vice president and corporate credit analyst for Provident Mutual Life Insurance. Previous to that, he served as vice president and head of fixed income investment for General Accident Insurance. He also worked in various investment management positions, including fixed income research and portfolio management of corporate, government, and municipal bond portfolios. Schildt received a bachelor's degree in economics and business administration from Eastern University, an MBA from Drexel University, and he is a member of the CFA Society of Philadelphia.

Professional biographies

Gregory A. Gizzi

Vice President, Senior Municipal Bond Trader, Head of Municipal Bond Trading

Gregory A. Gizzi is a member of the firm's municipal trading team and head of the municipal bond trading staff. Additionally, Gizzi serves as trader for the firm's convertible bond operation. Before joining Delaware Investments in January 2008, he spent six years as a vice president at Lehman Brothers in the firm's tax-exempt institutional sales department. Gizzi has more than 20 years of experience in the municipal securities trading industry, beginning at Kidder Peabody in 1984, where he started as a municipal bond trader and worked his way up to institutional block trading desk manager. He earned his bachelor's degree in economics from Harvard University.

Zoë Bradley

Vice President, Fixed Income Product Specialist

Zoë Bradley is a product specialist on the firm's fixed income team. Prior to joining the fixed income team in April 2008, she handled product management and development for closed-end and fixed income funds at Delaware Investments for seven years. In this capacity, she was responsible for product development, assessing and determining market focus, competitive analysis, fund positioning, sales idea generation, and marketing material development for the product line. Bradley began her career with Delaware Investments in April 1997 in the retirement services department, and she has also served the firm as a product specialist for electronic commerce and as a relationship manager in the key accounts departments. She earned her bachelor's degree in political science from Lycoming College.

Richard J. Filip

Assistant Vice President, Quantitative Analyst, Municipal Trader

Richard J. Filip is a member of the firm's municipal department, providing quantitative support and modeling to tax-exempt portfolio managers for purposes of benchmarking fund performance, monitoring derivative positions, and evaluating spread relationships. He also works as a municipal trader, completing bond trades, derivative trades, and interacting with the accounting department on mutual fund cash flows. Additionally, Filip also serves as the desk analyst for the firm's convertible bond operation. Filip joined Delaware Investments in 1997 in the fund accounting department, working as an investment accounting supervisor and senior investment accountant. He joined the firm's municipal bond department in October 2001. Filip received his bachelor's degree in business administration from Temple University and an MBA with a concentration in finance from La Salle University.

Colleen Kneib, CFA

Assistant Vice President, Municipal Credit Analyst

Colleen Kneib is a research analyst in the firm's municipal bond department, covering the housing, higher education, and land-secured finance sectors within the municipal market. Prior to joining Delaware Investments in February 2004, she worked from 2002 to 2004 as a registered representative for SEI Investments. In 2003 she participated in the initial rollout of Barclay's Global Investors' exchange-traded funds ("iShares") and worked as a customer services representative marketing the firm's mutual funds to investment advisors and shareholders. Kneib received her bachelor's degree in finance and international business from Georgetown University, and she is a member of the CFA Institute and the CFA Society of Philadelphia.

John C. van Roden

Assistant Vice President, Municipal Bond Trader

John C. van Roden is a bond trader in the firm's municipal bond department. Prior to joining the municipal department in July 2004 as a generalist, he interned at Delaware Investments in the client services department. He received a bachelor's degree in American studies with a minor in government from Franklin & Marshall College.

Kevin Bock

Assistant Vice President, Municipal Credit Analyst

Kevin Bock is a research analyst in the firm's municipal bond department. He currently covers the school districts, ports, prisons, water and sewer, and acute care hospitals (rated "BBB" or better) within the municipal sectors, and he is also responsible for reviewing all tax-exempt money fund purchases and providing general research support to the credit staff. Prior to joining the municipal department in March 2006, Bock worked in the client services area of Delaware Investments in June 2001, where he held the position of service center supervisor for the final two years. Bock earned a bachelor's degree in mathematics with minors in business administration and risk management from La Salle University, and he is a CFA Level II candidate.

Ryan A. Ciavarelli, CFA, CAIA®

Municipal Bond Trader

Ryan A. Ciavarelli joined the firm's municipal department in September 2010 as a bond trader. Previously, he worked with the firm's institutional client services and marketing department, where he held several positions since starting at Delaware Investments in 2005, most recently as a consultant relations associate. Ciavarelli graduated from Arizona State University with a bachelor's degree in marketing. He is a member of the CFA Society of Philadelphia, CFA Institute, and the Chartered Alternative Investment Analyst Association®.

Investment philosophy & process

Delaware's Tax Efficient Fixed Income Portfolio Management

An investment process that emphasizes the yield component of total return minimizes the need to forecast interest rates and economic activity.

Key investment principles

- **Income** is the most significant and predictable component of total return over time, while price change is highly volatile and less significant.
- A focus on **security selection** is critical in our bottom-up portfolio management style. There are 3 components of our team approach to security selection: **credit analysis, trading and risk management**.
- Efficient management of realized gains and losses, through **controlled portfolio turnover and the harvesting of losses**, can significantly enhance after-tax returns.

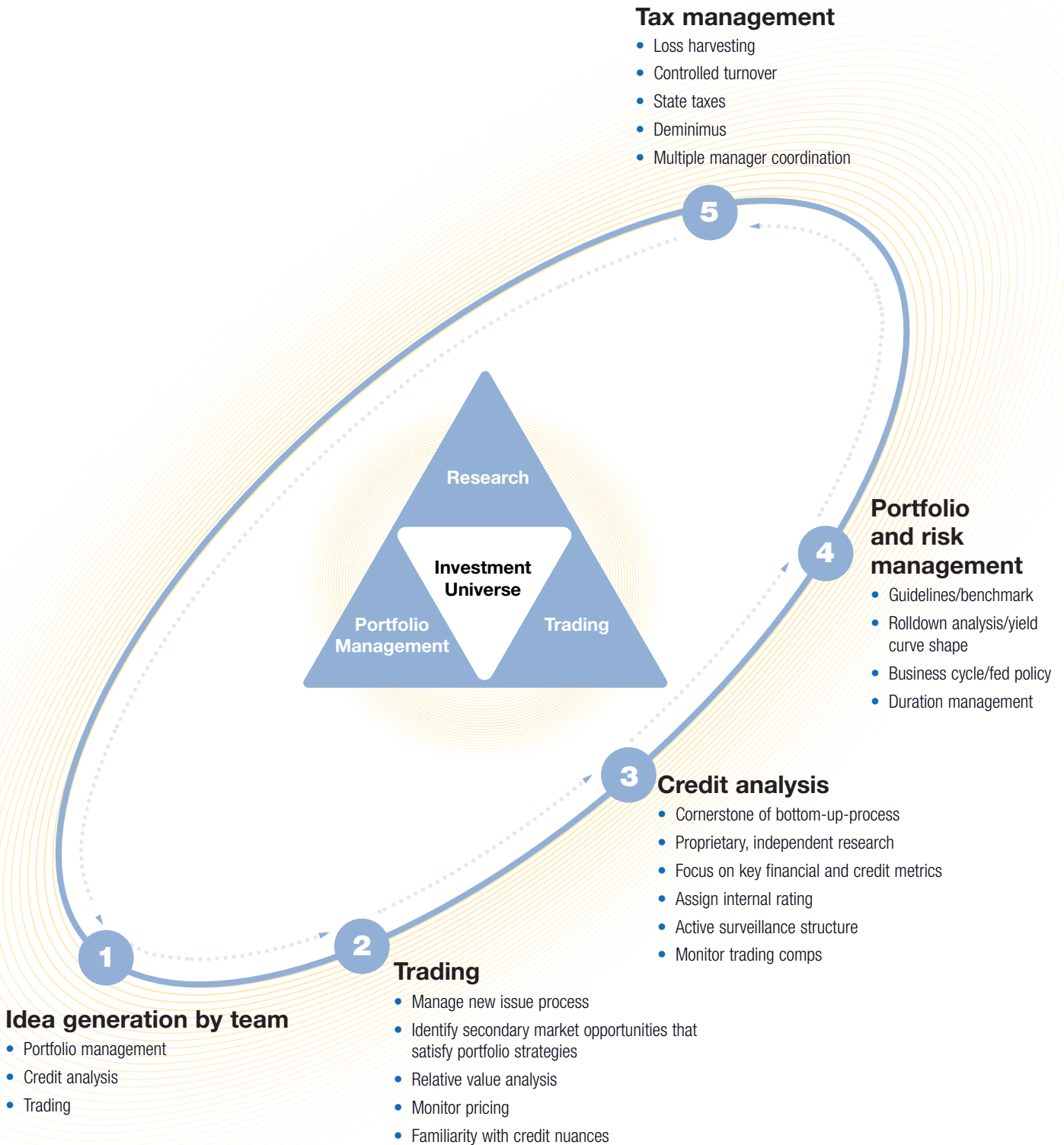
Yield oriented manager

- Strive to remain in the top third percentile for yield in a representative peer group.
- Individual managed account seeks to exceed the yield of the appropriate benchmark.

Duration neutrality / consistent return

- Strive to remain in the top half for return in a representative peer group.
- Portfolio duration will generally be close to that of the benchmark with ebbs and flows that we believe are driven more by tactical positioning than by strategic decisions.

Investment philosophy and process



We do not seek to add alpha through an excessive risk profile, neither through aggressive duration positioning nor credit concentrations. Various tools are utilized to monitor and manage our issue, credit, sector, state and duration exposures.

Compliance function

Compliance system interfaces with trading system to monitor guidelines on pre and post trade basis. Dedicated staff of 13 compliance professionals charged with ensuring issues are attended to and resolved.

Weekly market meeting

Portfolio Managers, Credit Analysts & Traders meet weekly to discuss macro economic environment, historical spread comparisons, supply / demand analysis, trading activity, and credit review.

Benchmark comparisons

Utilize internal proprietary data sheets comparing Portfolio's to their respective benchmarks, high-lighting maturity and duration buckets, rating and sector breakouts and geographic positioning.

Credit monitoring

Routine credit surveillance schedule, frequency determined by position size and rating. Written reports filed and archived by analysts, disseminated to entire group and reviewed at weekly meeting. Monthly credit meeting covering lower rated bonds and large sector exposures.

Risk management

Proprietary credit research

- Deep seasoned research team performing independent credit analysis.
- Average municipal market credit experience is 17 years.
- Varied backgrounds - Buy-side / sell-side research, portfolio management and trading, mutual funds / insurance.
- Analysts cover 90-130 credits (closely follow 20-35 credits).
- Focus on: Financial statement analysis, management review, industry trends, capital structure and covenant analysis.
- Periodic comprehensive credit meetings including all analysts, portfolio managers, and traders. Review overweighted sectors that are derived from our credit selection process, all non-investment grade securities, and “BBB” rated positions.

Tax-Exempt Fixed Income Research Team

Michael Buckley

Director of Municipal Credit Research

Michael Buckley	Denise Franchetti	Kevin Schildt	Cliff Fisher	Colleen Kneib	Kevin Bock
Workouts Cont. Care/Nursing -- E. States Land Dev./TIFs -- W. States Dedicated Tax Cities Counties Charter Schools (CO)	Education Airports Co-Generation Facilities Hotels Charter Schools	Hospitals (BBB+ or below) Cont. Care/Nursing -- W. States Corporates Airlines Misc. Revenues Economic Research for Monday Staff Meetings	Investor Owned Utilities PublicPower Transportation Turnpike/Toll Roads Cont. Care/Nursing --Systems Leases	Housing Education States & Puerto Rico Land Dev./TIFs -- E. States Pooled Loans Research Support	Hospitals Water & Sewer School Districts Ports Parking Solid Waste Money Funds Research Support

Risk management

Municipal credit surveillance schedule

Non-insured only

For Multi-Fund Holdings (\$)

Rating	Under \$1MM	\$1MM – \$10MM	Over \$10MM
Non-rated /BIG	Semi-annual	Quarterly	Bi-monthly
Triple-B	Annual	Semi-annual	Quarterly
Single-A	Bi-annual	Annual	Semi-annual
Double/triple-A	Bi-annual	Bi-annual	Annual

For Single-Fund Holdings (%)

Rating	1% – 2.9%	3% – 4%	4% or more
Non-rated /BIG	Quarterly	Bi-monthly	N/A
Triple-B	Semi-annual	Quarterly	Quarterly
Single-A	Bi-annual	Annual	Semi-annual
Double/triple-A	Bi-annual	Bi-annual	Annual

BIG - Below Investment Grade

Risk management

Portfolio characteristics

Delaware Tax-Free USA Intermediate Fund (DMUSX) vs Barclays Capital 3-15 Year Blend Municipal Bond Index as of August 31, 2010

Priced to date

	Fund	Benchmark	Under/over weighting
0-1 Years	3.79%	4.44%	-0.65%
1-2 Years	4.51%	5.09%	-0.58%
2-3 Years	10.28%	14.89%	-4.61%
3-4 Years	8.12%	12.72%	-4.60%
4-5 Years	3.91%	12.82%	-8.91%
5-6 Years	7.33%	11.05%	-3.72%
6-7 Years	6.51%	10.66%	-4.15%
7-8 Years	9.69%	9.32%	0.37%
8-9 Years	19.45%	7.77%	11.68%
9-10 Years	20.71%	4.48%	16.23%
10-12 Years	2.81%	2.39%	0.42%
12-14 Years	0.14%	1.87%	-1.73%
14+ Years	2.75%	2.50%	0.25%
Total	100.00%	100.00%	

Stated maturity

	Fund	Benchmark	Under/over weighting
0-2 Years	5.37%	0.00%	5.37%
2-4 Years	12.92%	19.40%	-6.48%
4-6 Years	9.91%	15.22%	-5.31%
6-8 Years	8.31%	14.12%	-5.81%
8-10 Years	12.93%	12.61%	0.32%
10-12 Years	11.10%	12.23%	-1.13%
12-14 Years	8.82%	11.39%	-2.57%
14-16 Years	8.81%	10.09%	-1.28%
16-18 Years	3.65%	4.94%	-1.29%
18-20 Years	6.85%	0.00%	6.85%
20-22 Years	3.95%	0.00%	3.95%
22-24 Years	1.26%	0.00%	1.26%
24-26 Years	3.02%	0.00%	3.02%
26-28 Years	0.63%	0.00%	0.63%
28-30 Years	0.66%	0.00%	0.66%
30+ Years	1.81%	0.00%	1.81%
Total	100.00%	100.00%	

Top ten states

	Fund	Benchmark	Under/over weighting
CA	9.70%	15.78%	-6.08%
NY	11.36%	14.93%	-3.57%
TX	7.46%	7.26%	0.20%
FL	2.26%	5.12%	-2.86%
MA	3.88%	4.78%	-0.90%
NJ	2.80%	4.56%	-1.76%
IL	2.79%	4.14%	-1.35%
WA	1.44%	3.32%	-1.88%
PA	8.52%	3.29%	5.23%
GA	5.63%	2.81%	2.82%
Total	55.84%	65.99%	

Modified duration to worst

	Fund	Benchmark	Under/over weighting
0-1	3.79%	4.39%	-0.60%
1-2	5.14%	5.39%	-0.25%
2-3	11.95%	16.36%	-4.41%
3-4	8.58%	14.84%	-6.26%
4-5	5.86%	15.50%	-9.64%
5-6	10.24%	15.59%	-5.35%
6-7	23.44%	12.62%	10.82%
7-8	27.03%	8.52%	18.51%
8-9	1.17%	2.32%	-1.15%
9-10	0.35%	1.61%	-1.26%
10-11	1.10%	1.38%	-0.28%
11-12	0.89%	0.84%	0.05%
12-13	0.39%	0.15%	0.24%
13-14	0.07%	0.14%	-0.07%
14-15	0.00%	0.16%	-0.16%
15-16	0.00%	0.14%	-0.14%
16-17	0.00%	0.05%	-0.05%
17-18	0.00%	0.00%	0.00%
18-19	0.00%	0.00%	0.00%
Total	100.00%	100.00%	
Duration	5.44	4.72	

Quality¹

	Fund	Benchmark	Under/over weighting
AAA / Aaa	23.97%	18.69%	5.28%
AA / Aa	26.61%	55.97%	-29.36%
A / A	30.54%	19.46%	11.08%
BBB / Baa	14.19%	5.88%	8.31%
BB / Ba	1.13%	0.00%	1.13%
B	0.81%	0.00%	0.81%
CCC	0.48%	0.00%	0.48%
NO RATING	2.27%	0.00%	2.27%
Total	100.00%	100.00%	

Sector

	Fund	Benchmark	Under/over weighting
State GO	24.06%	18.61%	5.45%
Local GO	6.88%	14.46%	-7.58%
Education	6.10%	5.50%	0.60%
Healthcare	10.67%	4.42%	6.25%
Housing	1.06%	0.98%	0.08%
Corporate	8.88%	2.51%	6.37%
Electric	4.00%	6.79%	-2.79%
Resource Recovery	0.18%	0.34%	-0.16%
Transportation	13.39%	13.78%	-0.39%
Wtr/Swr	7.05%	7.03%	0.02%
Lease	1.85%	5.98%	-4.13%
Special Tax	12.66%	9.29%	3.37%
PRE/ETM	4.60%	10.31%	-5.71%
Cash	-1.38%	0.00%	-1.38%
Total	100.00%	100.00%	

1. The credit quality breakout takes the higher value based on its Moody's or S&P rating, else Fitch rating.

Risk management

Portfolio characteristics

Delaware Tax-Free USA Fund (DMTFX) vs Barclays Capital Municipal Bond Index

as of August 31, 2010

Priced to date

	Fund	Benchmark	Under/over weighting
0-1 Years	6.84%	4.82%	2.02%
1-2 Years	9.47%	9.56%	-0.09%
2-3 Years	11.78%	10.18%	1.60%
3-4 Years	5.19%	8.82%	-3.63%
4-5 Years	2.78%	9.33%	-6.55%
5-6 Years	5.38%	8.61%	-3.23%
6-7 Years	0.68%	9.74%	-9.06%
7-8 Years	7.00%	9.79%	-2.79%
8-9 Years	18.28%	9.91%	8.37%
9-10 Years	17.00%	5.69%	11.31%
10-12 Years	3.78%	1.71%	2.07%
12-14 Years	0.00%	1.14%	-1.14%
14+ Years	11.81%	10.70%	1.11%
Total	100.00%	100.00%	

Stated maturity

	Fund	Benchmark	Under/over weighting
0-2 Years	6.91%	6.59%	0.32%
2-4 Years	7.26%	11.40%	-4.14%
4-6 Years	4.73%	8.96%	-4.23%
6-8 Years	1.04%	8.31%	-7.27%
8-10 Years	4.13%	7.42%	-3.29%
10-12 Years	5.35%	7.19%	-1.84%
12-14 Years	4.93%	6.70%	-1.77%
14-16 Years	3.76%	5.94%	-2.18%
16-18 Years	4.04%	5.79%	-1.75%
18-20 Years	8.00%	5.29%	2.71%
20-22 Years	6.94%	4.50%	2.44%
22-24 Years	6.19%	5.22%	0.97%
24-26 Years	7.16%	4.21%	2.95%
26-28 Years	7.47%	4.64%	2.83%
28-30 Years	13.42%	4.27%	9.15%
30+ Years	8.67%	3.57%	5.10%
Total	100.00%	100.00%	

Top ten states

	Fund	Benchmark	Under/over weighting
CA	9.28%	17.17%	-7.88%
NY	13.17%	14.73%	-1.55%
TX	7.04%	7.68%	-0.64%
FL	3.98%	5.48%	-1.51%
MA	1.57%	4.37%	-2.80%
NJ	5.00%	4.18%	0.81%
IL	2.40%	4.08%	-1.69%
PR	10.23%	3.72%	6.51%
PA	1.59%	3.24%	-1.65%
WA	0.81%	2.95%	-2.14%
Total	55.06%	67.60%	

Modified duration to worst

	Fund	Benchmark	Under/over weighting
0-1	6.84%	4.48%	2.36%
1-2	9.77%	10.10%	-0.33%
2-3	11.82%	11.28%	0.54%
3-4	7.72%	10.40%	-2.68%
4-5	4.92%	11.55%	-6.63%
5-6	2.94%	13.90%	-10.96%
6-7	27.12%	15.47%	11.65%
7-8	13.69%	9.49%	4.20%
8-9	3.74%	1.43%	2.31%
9-10	1.79%	1.00%	0.79%
10-11	2.93%	1.00%	1.93%
11-12	3.14%	1.81%	1.33%
12-13	1.27%	1.80%	-0.53%
13-14	0.82%	2.49%	-1.67%
14-15	0.00%	1.91%	-1.91%
15-16	0.00%	0.76%	-0.76%
16-17	0.00%	0.40%	-0.40%
17-18	0.00%	0.12%	-0.12%
18-19	0.00%	0.07%	-0.07%
19-20	1.49%	0.54%	0.95%
Total	100.00%	100.00%	
Duration	5.66	5.26	

Quality¹

	Fund	Benchmark	Under/over weighting
AAA / Aaa	23.36%	15.81%	7.54%
AA / Aa	11.13%	53.56%	-42.43%
A / A	29.19%	22.16%	7.03%
BBB / Baa	24.79%	8.47%	16.32%
BB / Ba	3.07%	0.00%	3.07%
B	2.50%	0.00%	2.50%
CCC	1.40%	0.00%	1.40%
NO RATING	4.57%	0.00%	4.57%
Total	100.00%	100.00%	

Sector

	Fund	Benchmark	Under/over weighting
State GO	5.09%	14.89%	-9.80%
Local GO	4.58%	12.37%	-7.79%
Education	9.64%	9.32%	0.32%
Healthcare	10.81%	14.50%	-3.69%
Housing	0.87%	7.56%	-6.69%
Corporate	19.38%	6.47%	12.91%
Electric	3.35%	9.15%	-5.80%
Resource Recovery	0.00%	8.01%	-8.01%
Transportation	9.13%	3.69%	5.44%
Wtr/Swr	3.16%	6.35%	-3.20%
Lease	3.25%	5.52%	-2.26%
Special Tax	13.79%	1.87%	11.92%
PRE/ETM	16.86%	0.30%	16.56%
Cash	0.08%	0.00%	0.08%
Total	100.00%	100.00%	

1. The credit quality breakout takes the higher value based on its Moody's or S&P rating, else Fitch rating.

Risk management

Portfolio characteristics

Delaware National High-Yield Municipal Bond Fund (CXHYX) vs Barclays Capital Municipal Bond Index as of August 31, 2010

Priced to date

	Fund	Benchmark	Under/over weighting
0-1 Years	6.19%	4.82%	1.37%
1-2 Years	3.22%	9.56%	-6.34%
2-3 Years	1.45%	10.18%	-8.73%
3-4 Years	1.21%	8.82%	-7.61%
4-5 Years	2.08%	9.33%	-7.25%
5-6 Years	2.12%	8.61%	-6.49%
6-7 Years	1.43%	9.74%	-8.31%
7-8 Years	3.23%	9.79%	-6.56%
8-9 Years	11.87%	9.91%	1.96%
9-10 Years	38.04%	5.69%	32.35%
10-12 Years	4.08%	1.71%	2.37%
12-14 Years	1.10%	1.14%	-0.04%
14+ Years	23.98%	10.70%	13.28%
Total	100.00%	100.00%	

Stated maturity

	Fund	Benchmark	Under/over weighting
0-2 Years	4.62%	6.59%	-1.97%
2-4 Years	0.82%	11.40%	-10.58%
4-6 Years	0.00%	8.96%	-8.96%
6-8 Years	0.00%	8.31%	-8.31%
8-10 Years	1.61%	7.42%	-5.81%
10-12 Years	0.80%	7.19%	-6.39%
12-14 Years	3.94%	6.70%	-2.76%
14-16 Years	5.10%	5.94%	-0.84%
16-18 Years	2.75%	5.79%	-3.04%
18-20 Years	11.27%	5.29%	5.98%
20-22 Years	4.66%	4.50%	0.16%
22-24 Years	5.69%	5.22%	0.47%
24-26 Years	8.34%	4.21%	4.13%
26-28 Years	7.78%	4.64%	3.14%
28-30 Years	23.46%	4.27%	19.19%
30+ Years	19.16%	3.57%	15.59%
Total	100.00%	100.00%	

Top ten states

	Fund	Benchmark	Under/over weighting
CA	7.84%	17.17%	-9.33%
NY	6.76%	14.73%	-7.97%
TX	7.95%	7.68%	0.27%
FL	2.16%	5.48%	-3.32%
MA	1.08%	4.37%	-3.29%
NJ	3.72%	4.18%	-0.46%
IL	2.30%	4.08%	-1.78%
PR	6.69%	3.72%	2.97%
PA	9.03%	3.24%	5.79%
WA	0.71%	2.95%	-2.24%
Total	48.24%	67.60%	

Modified duration to worst

	Fund	Benchmark	Under/over weighting
0-1	6.91%	4.48%	2.43%
1-2	3.22%	10.10%	-6.88%
2-3	1.87%	11.28%	-9.41%
3-4	1.89%	10.40%	-8.51%
4-5	3.10%	11.55%	-8.45%
5-6	1.96%	13.90%	-11.94%
6-7	23.67%	15.47%	8.20%
7-8	32.00%	9.49%	22.51%
8-9	3.68%	1.43%	2.25%
9-10	3.29%	1.00%	2.29%
10-11	3.58%	1.00%	2.58%
11-12	4.29%	1.81%	2.48%
12-13	6.15%	1.80%	4.35%
13-14	1.85%	2.49%	-0.64%
14-15	0.00%	1.91%	-1.91%
15-16	0.58%	0.76%	-0.18%
16-17	1.03%	0.40%	0.63%
17-18	0.00%	0.12%	-0.12%
18-19	0.00%	0.07%	-0.07%
19-20	0.93%	0.54%	0.39%
Total	100.00%	100.00%	
Duration	7.47	5.26	

Quality¹

	Fund	Benchmark	Under/over weighting
AAA / Aaa	8.33%	15.81%	-7.48%
AA / Aa	1.22%	53.56%	-52.34%
A / A	25.44%	22.16%	3.28%
BBB / Baa	37.95%	8.47%	29.48%
BB / Ba	8.62%	0.00%	8.62%
B	3.88%	0.00%	3.88%
CCC	0.79%	0.00%	0.79%
NO RATING	13.77%	0.00%	13.77%
Total	100.00%	100.00%	

Sector

	Fund	Benchmark	Under/over weighting
State GO	3.80%	14.89%	-11.09%
Local GO	0.32%	12.37%	-12.05%
Education	19.27%	9.32%	9.95%
Healthcare	25.30%	14.50%	10.80%
Housing	0.52%	7.56%	-7.04%
Corporate	18.26%	6.47%	11.79%
Electric	2.89%	9.15%	-6.26%
Resource Recovery	0.00%	8.01%	-8.01%
Transportation	7.18%	3.69%	3.49%
Wtr/Swr	0.00%	6.35%	-6.35%
Lease	4.85%	5.52%	-0.67%
Special Tax	13.58%	1.87%	11.71%
PRE/ETM	0.58%	0.30%	0.28%
Cash	3.45%	0.00%	3.45%
Total	100.00%	100.00%	

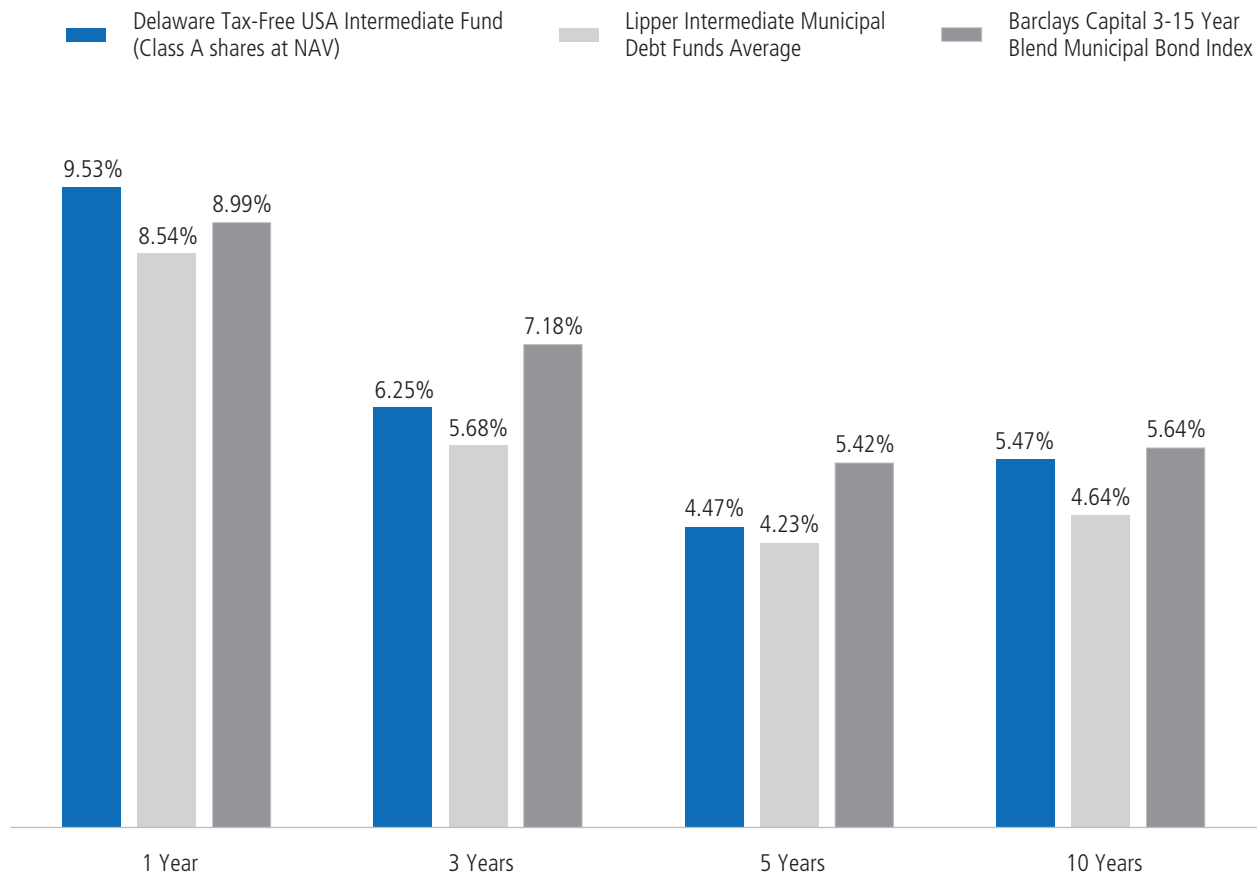
1. The credit quality breakout takes the higher value based on its Moody's or S&P rating, else Fitch rating.

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Performance analysis

Performance

Delaware Tax-Free USA Intermediate Fund (DMUSX)
as of August 31, 2010



The performance quoted represents past performance and does not guarantee future results. Investment return and principal value of an investment will fluctuate so that shares, when redeemed, may be worth more or less than their original cost. Current performance may be lower or higher than the performance quoted. Performance data current to the most recent month end may be obtained by calling 800 523-1918 or visiting www.delawareinvestments.com/performance. Performance "at NAV" assumes that no front-end or contingent deferred sales charge applied or the investment was not redeemed. Carefully consider the Fund's investment objectives, risk factors, charges, and expenses before investing. This and other information can be found in the Fund's prospectus, which may be obtained by visiting www.delawareinvestments.com or calling 800 523-1918. Investors should read the prospectus carefully before investing.

The Barclays Capital 3–15 Year Blend Municipal Bond Index measures the total return performance of investment grade, U.S. tax-exempt bonds with maturities from 2 to 17 years.

Expense waivers were in effect for the periods shown. Performance would have been lower if waivers did not apply. Loads are excluded.

Delaware Tax-Free USA Intermediate Fund Class A shares have a current maximum up-front sales charge of 2.75% and are subject up to a 0.30% annual distribution fee.

Please see the fee table in the Fund's prospectus for more information. The Fund will be affected primarily by changes in bond prices. Bonds and bond funds can lose value, and investors can lose principal, as interest rates rise. They also may be affected by economic conditions that hinder an issuer's ability to make interest and principal payments on its debt. High yielding, noninvestment grade bonds (junk bonds) involve higher risk than investment grade bonds. Adverse conditions may affect the issuer's ability to pay interest and principal on these securities. In addition to the normal risks associated with investing, narrowly focused investments typically exhibit higher volatility.

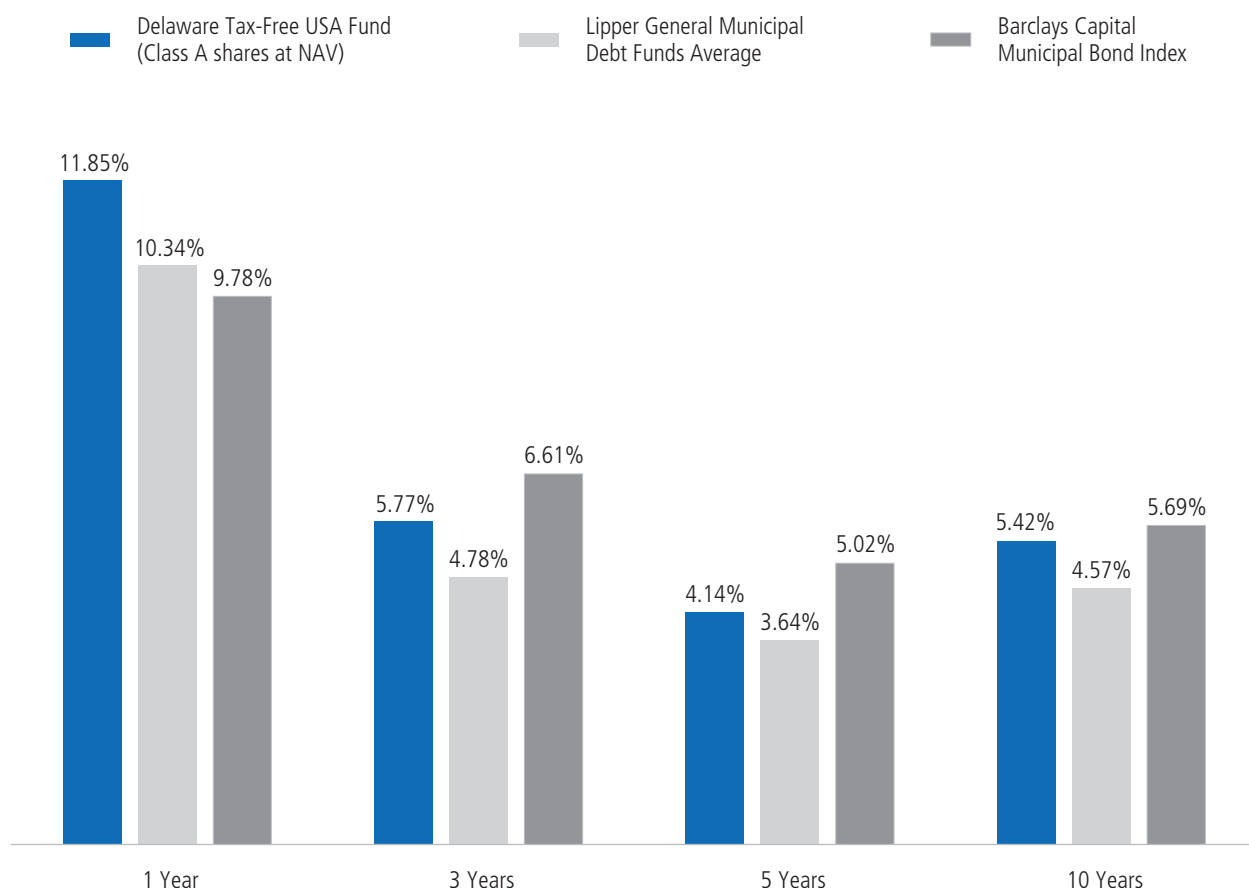
The Delaware Investments® information provided herein may be used in conjunction with the offering of shares only if preceded or accompanied by a prospectus. All Delaware Investments funds are offered by prospectus only. Prospectuses contain more complete information on fees and expenses and should be read carefully before investing. A prospectus may be downloaded from the Web site or obtained via U.S. Mail by calling Delaware Investor Center at 800 523-1918. Delaware Investments funds are distributed by Delaware Distributors L.P., member FINRA.

Performance analysis

Performance

Delaware Tax-Free USA Fund (DMTFX)

as of August 31, 2010



The performance quoted represents past performance and does not guarantee future results. Investment return and principal value of an investment will fluctuate so that shares, when redeemed, may be worth more or less than their original cost. Current performance may be lower or higher than the performance quoted. Performance data current to the most recent month end may be obtained by calling 800 523-1918 or visiting www.delawareinvestments.com/performance. Performance "at NAV" assumes that no front-end or contingent deferred sales charge applied or the investment was not redeemed. Carefully consider the Fund's investment objectives, risk factors, charges, and expenses before investing. This and other information can be found in the Fund's prospectus, which may be obtained by visiting www.delawareinvestments.com or calling 800 523-1918. Investors should read the prospectus carefully before investing.

The Barclays Capital Municipal Bond Index measures the total return performance of the long-term, investment grade tax-exempt bond market. Index performance returns do not reflect any management fees, transaction costs or expenses. Indices are unmanaged and one cannot invest directly in an index.

Expense waivers were in effect for the periods shown. Performance would have been lower if waivers did not apply. Loads are excluded.

Delaware Tax-Free USA Fund Class A shares have a current maximum up-front sales charge of 4.50% and are subject up to a 0.25% annual distribution fee.

Please see the fee table in the Fund's prospectus for more information. The Fund will be affected primarily by changes in bond prices. Bonds and bond funds can lose value, and investors can lose principal, as interest rates rise. They also may be affected by economic conditions that hinder an issuer's ability to make interest and principal payments on its debt. High yielding, noninvestment grade bonds (junk bonds) involve higher risk than investment grade bonds. Adverse conditions may affect the issuer's ability to pay interest and principal on these securities. In addition to the normal risks associated with investing, narrowly focused investments typically exhibit higher volatility.

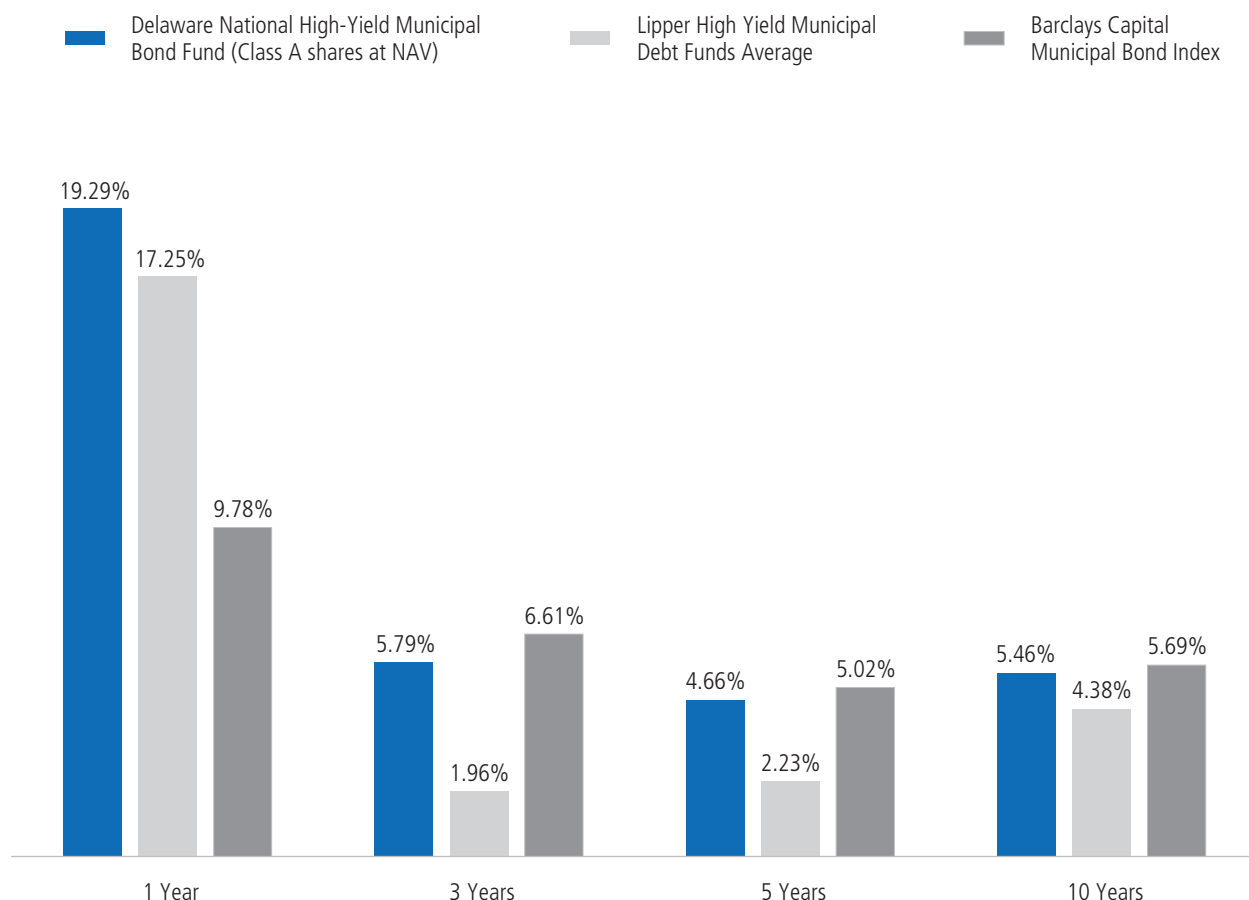
The Delaware Investments® information provided herein may be used in conjunction with the offering of shares only if preceded or accompanied by a prospectus. All Delaware Investments funds are offered by prospectus only. Prospectuses contain more complete information on fees and expenses and should be read carefully before investing. A prospectus may be downloaded from the Web site or obtained via U.S. Mail by calling Delaware Investor Center at 800 523-1918. Delaware Investments funds are distributed by Delaware Distributors L.P., member FINRA.

Performance analysis

Performance

Delaware National High-Yield Municipal Bond Fund (CXHYX)

as of August 31, 2010



The performance quoted represents past performance and does not guarantee future results. Investment return and principal value of an investment will fluctuate so that shares, when redeemed, may be worth more or less than their original cost. Current performance may be lower or higher than the performance quoted. Performance data current to the most recent month end may be obtained by calling 800 523-1918 or visiting www.delawareinvestments.com/performance. Performance "at NAV" assumes that no front-end or contingent deferred sales charge applied or the investment was not redeemed. Carefully consider the Fund's investment objectives, risk factors, charges, and expenses before investing. This and other information can be found in the Fund's prospectus, which may be obtained by visiting www.delawareinvestments.com or calling 800 523-1918. Investors should read the prospectus carefully before investing.

The Barclays Capital Municipal Bond Index measures the total return performance of the long-term, investment grade tax-exempt bond market. Index performance returns do not reflect any management fees, transaction costs or expenses. Indices are unmanaged and one cannot invest directly in an index.

Expense waivers were in effect for the periods shown. Performance would have been lower if waivers did not apply. Loads are excluded.

Delaware National High-Yield Municipal Bond Fund Class A shares have a current maximum up-front sales charge of 4.50% and are subject up to a 0.25% annual distribution fee.

Please see the fee table in the Fund's prospectus for more information. The Fund will be affected primarily by changes in bond prices. Bonds and bond funds can lose value, and investors can lose principal, as interest rates rise. They also may be affected by economic conditions that hinder an issuer's ability to make interest and principal payments on its debt. High yielding, noninvestment grade bonds (junk bonds) involve higher risk than investment grade bonds. Adverse conditions may affect the issuer's ability to pay interest and principal on these securities. In addition to the normal risks associated with investing, narrowly focused investments typically exhibit higher volatility.

The Delaware Investments® information provided herein may be used in conjunction with the offering of shares only if preceded or accompanied by a prospectus. All Delaware Investments funds are offered by prospectus only. Prospectuses contain more complete information on fees and expenses and should be read carefully before investing. A prospectus may be downloaded from the Web site or obtained via U.S. Mail by calling Delaware Investor Center at 800 523-1918. Delaware Investments funds are distributed by Delaware Distributors L.P., member FINRA.

Risk disclosures for Delaware Investments® Family of Funds

Investing involves risk, including the possible loss of principal.

Bonds

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

The Fund may also be subject to prepayment risk, the risk that the principal of a fixed income security that is held by the Fund may be prepaid prior to maturity, potentially forcing the Fund to reinvest that money at a lower interest rate

Concentration risk

Because the Fund expects to hold a concentrated portfolio of limited number of securities, the Fund's risk is increased because each investment has a greater effect on the Fund's overall performance.

Derivatives

The Fund may invest in derivatives, which may involve additional expenses and are subject to risk, including the risk that a security or securities index to which the derivative is associated moves in the opposite direction from what the portfolio manager anticipated. Another risk of derivative transactions is the creditworthiness of the counterparty because the transactions rely upon the counter parties' ability to fulfill their contractual obligations.

Diversification

Diversification may not protect against market risk.

Foreign investments

International investments entail risks not ordinarily associated with U.S. investments including fluctuation in currency values, differences in accounting principles, or economic or political instability in other nations. Investing in emerging markets can be riskier than investing in established foreign markets due to increased volatility and lower trading volume.

Forward foreign currency contract risks

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

High yield bonds

High yielding, noninvestment grade bonds (junk bonds) involve higher risk than investment grade bonds. The high yield secondary market is particularly susceptible to liquidity problems when institutional investors, such as mutual funds and certain other financial institutions, temporarily stop buying bonds for regulatory, financial, or other reasons. In addition, a less liquid secondary market makes it more difficult for the Fund to obtain precise valuations of the high yield securities in its portfolio.

Inflation-protected debt securities

Interest payments on inflation-protected debt securities will vary as the principal and/or interest is adjusted for inflation.

Money markets

Although the Fund seeks to preserve the value of an investment at \$1.00 per share, it is possible to lose money by investing in the Fund. An investment in the Fund is not insured or guaranteed by the Federal Deposit Insurance Company (FDIC) or any other government agency.

Real estate

REIT investments are subject to many of the risks associated with direct real estate ownership, including changes in economic conditions, credit risk, and interest rate fluctuations. A REIT fund's tax status as a regulated investment company could be jeopardized if it holds real estate directly, as a result of defaults, or receives rental income from real estate holdings.

Sector risk

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

Small/medium company risk

Investments in small and/or medium-sized companies typically exhibit greater risk and higher volatility than larger, more established companies.

Tax-free funds

Substantially all dividend income derived from tax-free funds is exempt from federal income tax. Some income may be subject to the federal alternative minimum tax (AMT) that applies to certain investors. Capital gains, if any, are taxable. Funds that invest primarily in one state may be more susceptible to the economic, regulatory, and other factors of that state than funds that invest more broadly.

Turnover

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

Definitions

Lipper peer groups

Lipper General Municipal Debt Funds Average compares funds that invest at least 65% of assets in municipal debt issues in the top four credit ratings.

Lipper High Yield Municipal Debt Funds Average compares funds that invest at least 50% of assets in lower rated municipal debt issues.

Lipper Intermediate Municipal Debt Funds Average compares funds that invest in municipal debt issues with dollar-weighted average maturities of 5 to 10 years.