



DTF Tax-Free Income Inc.

(NYSE: DTF)

Fund Overview

The Fund

DTF Tax-Free Income, Inc. (the "Fund") was organized in November, 1991 and is a diversified, closed-end management investment company.

Investment Objective

The Fund's investment objective is current income exempt from regular federal income tax consistent with preservation of capital.

Portfolio Contents

The Fund seeks to achieve its investment objective by investing primarily (at least 80% of its total assets) in a diversified portfolio of investment-grade tax-exempt obligations. Effective on May 31, 2007, the Fund may not invest more than 25% of its total assets (taken at market value at the time of each investment) in the securities of issuers in a single industry; provided that, for purposes of this restriction, tax exempt securities of issuers that are states, municipalities or their political subdivisions are not considered to be the securities of issuers in any single industry.

Leverage

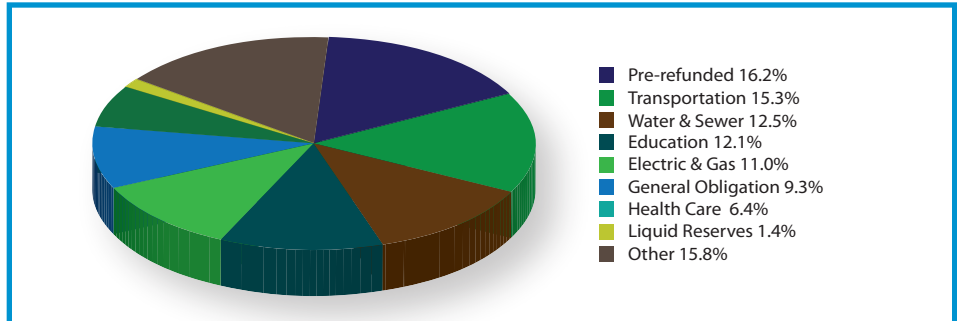
The use of leverage enables the Fund to borrow at short-term rates and invest at long-term rates. The Fund's charter authorizes the issuance of Remarketed Preferred Stock ("RP"). Accordingly, the Fund issued 1,300 shares of RP on February 4, 1992. The RP has a liquidation value of \$50,000 per share plus any accumulated but unpaid dividends. The use of leverage involves certain risks for common shareholders, including higher volatility of both the net asset value and market value of the common stock.

There is no assurance that the Fund will achieve its investment objectives. Past performance is not indicative of future results.

Shares of closed-end investment companies such as the Fund trade in the market above, at, and below net asset value. This characteristic is a risk separate and distinct from the risk that the Fund's net asset value could decline. The Fund is not able to predict whether its shares will trade above, below or at net asset value in the future.

This information does not represent an offer, or the solicitation of an offer, to buy or sell securities of the Fund. For additional information please see the Fund's most recent annual or semi-annual report.

Sector Allocation as a Percentage of Total Investments (as of 10/31/11) (unaudited)¹



Top Five States as a Percentage of Total Investments (as of 10/31/11) (unaudited)¹

State	%
California	13.6
Texas	10.0
Georgia	7.9
Florida	6.7
Indiana	5.3

Portfolio Characteristics (as of 10/31/11) (unaudited)

Effective Avg Maturity	6.87 Years
Effective Avg. Duration	7.33 Years

Summary of Ratings as a Percentage of Long-Term Investments (as of 10/31/11) (unaudited)¹

Ratings ²	%
AAA	9.0
AA	56.8
A	25.0
BBB	4.2
BB	0.5
B	2.4
NR	2.1

¹Percentages based on total investments rather than total net assets.
²Individual ratings are grouped based on the lower rating of Standard & Poor's Financial Services LLC ("S&P") or Moody's Investor's Service, Inc. ("Moody's") and are expressed using the S&P ratings scale. If a particular security is rated by either S&P or Moody's, but not both, then the single rating is used. If a particular security is not rated by either S&P or Moody's, then a rating from Fitch Ratings Ltd. is used, if available.

Dividend Distribution Information

Declaration Date	Ex-Date	Record Date	Payable Date	Amount
12/12/11	02/13/12	02/15/12	02/29/12	\$0.070
12/12/11	01/12/12	01/17/12	01/31/12	\$0.070
12/09/11	12/15/11	12/19/11	12/23/11	\$0.060116*
11/03/11	12/13/11	12/15/11	12/30/11	\$0.0675
08/11/11	11/10/11	11/15/11	11/30/11	\$0.0675
08/11/11	10/12/11	10/14/11	10/31/11	\$0.0675
08/11/11	09/13/11	09/15/11	09/30/11	\$0.0675
05/12/11	08/11/11	08/15/11	08/31/11	\$0.0675
05/12/11	07/13/11	07/15/11	07/29/11	\$0.0675
05/12/11	06/13/11	06/15/11	06/30/11	\$0.0675
02/22/11	05/12/11	05/16/11	05/31/11	\$0.065
02/22/11	04/13/11	04/15/11	04/29/11	\$0.065

Dividends will be declared and paid monthly on its common stock from net investment income. A program is offered for the reinvestment of dividends and capital gains distributions in shares of common stock of the Fund. This service is entirely voluntary and, subject to the terms of the Dividend Reinvestment and Cash Purchase Plan. Shareholders may join or withdraw from the Plan at any time. Please contact the Fund's transfer agent, American Stock Transfer & Trust Company, for further information.

*A long term capital gains distribution of \$0.048298 and special distribution of \$0.011818 per share payable December 23, 2011. This special distribution, taxed as ordinary income, is the result of market discount being recognized on bonds redeemed by several bond issuers during the year. Please consult your financial advisor for the tax treatment of this distribution.

About Duff & Phelps Investment Management Co. Duff & Phelps is the Fund's investment adviser and is registered with the SEC as an investment adviser under the Investment Advisers Act of 1940. The Adviser, together with its predecessor, has been in the investment advisory business for more than 70 years and has acted as the Fund's investment adviser since the Fund's inception in 1991.



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Chicago, IL 60606
www.dtfund.com
Contact: 800-338-8214

Shareholder Information

Common stock listed on the New York Stock Exchange under the symbol DTF.

The Fund's market price and net asset value will fluctuate with market conditions.

Shareholder questions can be answered by contacting the company's Transfer Agent:

American Stock Transfer & Trust Company

6201 15th Avenue
Brooklyn, NY 11219
(800) 937-5449

Other Contact Information

Investment Adviser

Duff & Phelps Investment Management Co.
200 South Wacker Drive, Suite 500
Chicago, IL 60606
(800) 243-4361 x4941

Administrator

J.J. B. Hilliard, W.L. Lyons, LLC
500 West Jefferson Street
Louisville, KY 40202
(888) 878-7845

Custodian

State Street Bank and Trust Company
One Heritage Drive
North Quincy, MA 02171

Independent Registered Public Accounting Firm

Ernst & Young LLP
155 North Wacker Drive
Chicago, IL 60606

Legal Counsel

Mayer Brown LLP
71 South Wacker Drive
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