

GABELLI EQUITY INCOME FUND

Total Return Focused Equity Portfolio
with a Unique Cash Flow Solution

Quarter End – December 31, 2017



PORTFOLIO MANAGEMENT



MARIO J. GABELLI, CFA
Chief Executive Officer
GAMCO Investors, Inc.

- M.B.A. Columbia Graduate School of Business
- B.S. Fordham University
- Fund Manager Since Inception

DISTRIBUTION POLICY

Monthly Distribution \$0.10/share*

*Shareholders should be aware that a portion of the distribution may represent a non-taxable return of capital. Distributions of capital reduce the cost basis of your shares if you hold them in a taxable account. The distributions should not be confused with the yield or total return of the Fund. The distribution policy may be changed by the Fund's Board of Directors at any time.

MARKET CAPITALIZATION

Large Cap > \$12 Bil.	71.7%
Mid Cap 3.0 - 12 \$Bil.	20.8
Small Cap < \$3 Bil.	7.5%

STRATEGY OVERVIEW

- The Gabelli Equity Income Fund seeks to provide a high level of total return with an emphasis on current income.
- The Fund focuses on issuers that are well-managed, have strong free cash flow, and will benefit from sustainable long-term economic dynamics, such as globalization of an issuer's industry or an issuer's increased focus on productivity or enhancement of services.
- The Fund's Adviser looks for equity securities that have a better yield than the average of the Standard & Poors 500 Stock Index, as well as potential for capital gains.

PORTFOLIO HIGHLIGHTS

Total Net Assets	\$1.4 billion	Share Class	Symbol
NAV (Class AAA)	\$23.50	Class AAA	GABEX
Turnover	1%	Class A	GCAEX
Inception Date	1/2/92	Class C	GCCEX
Minimum initial investment is \$1,000.		Class I	GCIEX
		Class T	GCTEX

PERFORMANCE STATISTICS

	Return	Std Dev	Beta	Alpha	Capture Ratio	R-Squared
GABEX	10.07%	11.97%	0.78	2.32	81.5↑ 76.0↓	83.29
S&P 500	9.61%	13.98%	-	-	-	-

Since Inception ending December 31, 2017

TOP TEN SECTORS

Financial Services	20.6%
Food & Beverage	16.7%
Health Care	8.9%
Retail	5.7%
Consumer Products	5.3%
Diversified Industrial	4.7%
Telecommunications	3.5%
Energy & Utilities (Oil)	3.3%
Automotive (Parts & Acces.)	2.5%
Broadcasting	2.1%
Total % of Top Ten	73.3%

TOP TEN HOLDINGS

The Bank of NY Mellon Corp.	3.0%
Swedish Match	2.7%
Genuine Parts Co.	2.1%
Wells Fargo & Co.	2.0%
Mondelez International Inc.	1.8%
Marsh & McLennan Cos Inc.	1.7%
Brown-Forman Corp.	1.7%
CBS Corp.	1.5%
M&T Bank Corp.	1.4%
CVS Health Corp.	1.4%
Total % of Top Ten	19.3%

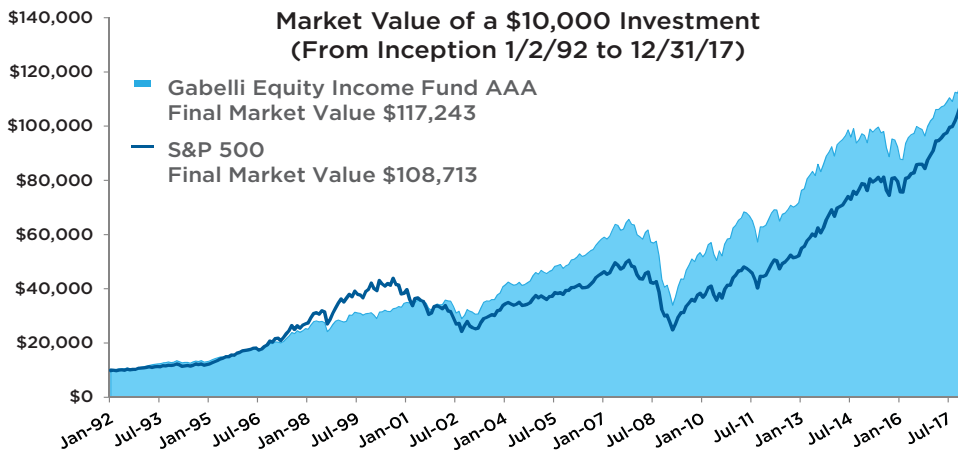
The top ten holdings and sectors listed are not necessarily representative of the entire portfolio and are subject to change. The most recent semiannual report, which contains a more extensive list of holdings, is available from your financial adviser or by contacting the distributor, G. distributors, LLC.

The Fund's share price will fluctuate with changes in the market value of the Fund's portfolio securities. Stocks are subject to market, economic and business risks that cause their prices to fluctuate. When you sell Fund shares, they may be worth less than what you paid for them. Consequently, you can lose money by investing in the Fund.

Standard deviation is a statistical measure of the volatility of a fund's returns. Beta measures a fund's risk relative to the S&P 500 Index which, by definition, has a beta of 1.00. If a fund's beta is less than 1.00, the fund is considered less risky than the market. Alpha is a measure of a fund's actual returns and expected performance, given its level of risk (as measured by beta). Upside/downside capture ratio show you whether a given fund has outperformed, gained more or less than, a broad market benchmark during periods of market strength and weakness, and if so, by how much. R-squared is a statistic that indicates how much of a fund's fluctuations were attributable to movements of the fund's benchmark index.

Investors should carefully consider the investment objectives, risks, charges, and expenses of the Fund before investing. The prospectus, which contains more complete information about these and other matters, should be read carefully before investing. To obtain a prospectus, please call 800-GABELLI or visit www.gabelli.com.

MARKET VALUE OF A \$10,000 INVESTMENT (CLASS AAA)



The chart above reflects an investment of \$10,000 from January 2, 1992 to December 31, 2017 and assumes that all dividends and capital gains were reinvested. The chart does not reflect the impact of any taxes. Based on The Gabelli Equity Income Fund's prospectus dated January 27, 2017, the Fund's expense ratio was 1.39%.

TOTAL RETURN PERFORMANCE HISTORY

	Class AAA Shares	S&P 500 Index	Lipper Equity Income Fund Avg
2017	15.1%	21.8%	16.4%
2016	10.2%	12.0%	14.3%
2015	-4.3%	1.4%	-3.0%
2014	7.1%	13.7%	14.8%
2013	29.6%	32.4%	28.7%
2012	13.1%	16.0%	13.7%
2011	1.8%	2.1%	2.7%
2010	17.0%	15.1%	14.0%
2009	29.1%	26.5%	22.9%
2008	-35.0%	-37.0%	-33.8%
2007	8.9%	5.5%	4.0%
2006	19.2%	15.8%	18.5%
2005	6.4%	4.9%	5.8%
2004	13.0%	10.9%	12.8%
2003	28.3%	28.7%	25.8%
2002	-7.7%	-22.1%	-15.5%
2001	-0.9%	-11.9%	-4.8%
2000	11.3%	-9.1%	10.5%
1999	9.3%	21.0%	4.1%
1998	12.6%	28.6%	12.9%
1997	27.9%	33.4%	27.0%
1996	17.9%	23.0%	17.2%
1995	28.3%	37.5%	31.4%
1994	1.1%	1.3%	-1.1%
1993	17.9%	10.1%	13.9%
1992*	9.8%	7.6%	11.0%

*From Inception 1/2/92

AVERAGE ANNUAL RETURNS AS OF 12/31/17

	1 Yr	5 Yr	10 Yr	15 Yr	Inception
Class AAA	15.12%	11.01%	6.66%	9.34%	10.07%
Class A	15.10%	11.01%	6.66%	9.33%	10.06%
Class C	14.28%	10.19%	5.87%	8.58%	9.63%
Class T	15.07%	11.00%	6.66%	9.33%	10.06%
Class I	15.38%	11.29%	6.94%	9.52%	10.17%
S&P 500 Index	21.83%	15.79%	8.50%	9.92%	9.61%
Load Adjusted					
Class A	8.48%	9.70%	6.03%	8.90%	9.81%
Class C	13.28%	10.19%	5.87%	8.58%	9.63%
Class T	12.19%	10.44%	6.39%	9.15%	9.89%
Class AAA					
Class A					
Class C					
Class T					
Class I					
Gross Expense Ratio ¹	1.39%	1.39%	2.14%	1.39%	1.14%
Maximum Sales Charge	None	5.75%	1.00%	2.50%	None

¹Expense ratio based on prospectus dated January 27, 2017.

Returns represent past performance and do not guarantee future results. Due to market volatility, current performance may be lower or higher than the performance data quoted. Investment return and principal value will fluctuate so, upon redemption, shares may be worth more or less than their original cost. To obtain the most recent month end performance information and a prospectus, please call 800-GABELLI or visit www.gabelli.com.

The inception date of the Fund was January 2, 1992. The Class AAA Shares' net asset values are used to calculate performance for the periods prior to the issuance of Class A Shares and Class C Shares on December 31, 2003, Class I Shares on January 11, 2008 and Class T Shares on July 5, 2017. The actual performance for Class A, Class C and Class T Shares would have been lower and Class I Shares higher due to the different expenses associated with those classes of shares. Performance for periods less than one year is not annualized. Performance for periods less than one year is not annualized. Class A Shares (load adjusted) includes the effect of the maximum 5.75% sales charge during the first year period. Class C Shares (load adjusted) includes the effect of the applicable 1% contingent deferred sales charge at the end of the one year period. The Fund imposes a 2% redemption fee on shares sold or exchanged in seven days or less after the date of purchase. The S&P 500 Index is an unmanaged indicator of stock market performance and is adjusted for reinvestment of dividends. The Lipper Equity Income Fund Average reflects the average performance of mutual funds classified in this particular category.

Not FDIC Insured. Not Bank Guaranteed. May Lose Value.

The Gabelli Mutual Funds are distributed by G.Distributors, LLC., a registered broker-dealer and member of FINRA.

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