

**ATTENTION: IMPORTANT TAX INFORMATION!**  
**2007 DISTRIBUTION ALLOCATIONS**  
**Common Shares**

To All Shareholders:

Set forth below is the allocation of net investment income, short-term capital gains, long-term capital gains and non-taxable return of capital for the 2007 distributions of the Common Shares of **The Gabelli Equity Trust Inc.**

Please contact Carter Austin at (914) 921-5070 with any inquiries.

		<b>\$ PER SHARE</b>					
		1ST QTR	2ND QTR	SPIN-OFF (e)	3RD QTR	4TH QTR	TOTAL
SOURCE	Record Date	03/16/07	06/15/07	06/21/07	09/14/07	12/12/07	
	Payment Date	03/26/07	06/28/07	06/28/07	09/24/07	12/17/07	
	Net Investment Income (a)	\$0.01898	\$0.01528	\$0.03209	\$0.01528	\$0.02292	\$0.10455
	Short-Term Capital Gains (a)	\$0.00783	\$0.00811	\$0.01702	\$0.00811	\$0.01216	\$0.05323
	Long-Term Capital Gains (b)	\$0.07968	\$0.07984	\$0.16767	\$0.07984	\$0.11976	\$0.52679
	Return of Capital (c)	\$0.09351	\$0.09677	\$0.20322	\$0.09677	\$0.14516	\$0.63543
	<b>TOTAL</b>	<b>\$0.20000</b>	<b>\$0.20000</b>	<b>\$0.42000</b>	<b>\$0.20000</b>	<b>\$0.30000</b>	<b>\$1.32000</b>

		<b>PERCENTAGES</b>					
		1ST QTR	2ND QTR	SPIN-OFF (e)	3RD QTR	4TH QTR	TOTAL
SOURCE	Net Investment Income (a)	9.4900%	7.6400%	7.6405%	7.6400%	7.6400%	7.9205%
	Short-Term Capital Gains (a)	3.9150%	4.0550%	4.0524%	4.0550%	4.0533%	4.0326%
	Long-Term Capital Gains (b)	39.8400%	39.9200%	39.9214%	39.9200%	39.9200%	39.9083%
	Return of Capital (c)	46.7550%	48.3850%	48.3857%	48.3850%	48.3867%	48.1386%
	<b>TOTAL</b>	<b>100.0000%</b>	<b>100.0000%</b>	<b>100.0000%</b>	<b>100.0000%</b>	<b>100.0000%</b>	<b>100.0000%</b>

Ordinary Dividends and Capital Gains:

100% of the ordinary income (net investment income and short-term capital gains) paid by the Fund in 2007 was classified as "Qualified Dividends" subject to a maximum Federal tax rate of 15% for individual taxable accounts (or 5% depending on an individual's tax bracket). Ordinary income is reported in box 1a and qualified income is reported in box 1b of Form 1099-DIV. Capital gain distributions are subject to a maximum Federal tax rate of 15% for individual taxable accounts (or 5% depending on an individual's tax bracket). Capital gain distributions are reported in box 2a of Form 1099-DIV.

Corporate Dividends Received Deduction and U.S. Government Securities Income:

The percentage of the ordinary income paid by the Fund in 2007 that qualifies for the dividends received deduction available to corporations is 75.79%. The percentage of the ordinary income paid by the Fund in 2007 that was derived from U.S. Government Securities was 0.12%. The percentage of U.S. Government Securities held by the Fund as of December 31, 2007 was 6.06%. (d)

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- (a) Distributions from net investment income and short-term capital gains are taxable as ordinary income and will appear on Form 1099-DIV under Total ordinary dividends in box 1a.
  - (b) Taxable as long-term capital gains reportable in column (f), line 13 on Form 1040, Schedule D. Since there were no retained capital gains in 2007, Form 2439 will not be necessary.
  - (c) Non-taxable distribution of capital which will appear on Form 1099-DIV under Nondividend distributions in box 3. The tax basis of a shareholder's investment should be reduced by the same amount.
  - (d) Certain states require that 50% of the Fund's portfolio be invested in U.S. Government Securities at the end of each calendar quarter to allow "pass-through" treatment of income derived from U.S. Government Securities. The Fund did not meet this strict requirement in 2007.
  - (e) Represents the spin-off of the Gabelli Healthcare & Wellness<sup>Rx</sup> Trust. Common shareholders of the Fund received one share of the Healthcare Trust for every twenty shares owned of the Fund.