

One Corporate Center
Rye, NY 10580-1422
Tel. (914) 921-5070
Fax (914) 921-5118
www.gabelli.com
info@gabelli.com

The Gabelli Dividend & Income Trust

CUSIP # 36242H104

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 and long-term capital gains for the 2007 distributions of the Common Shares of **The Gabelli Dividend & Income Trust**.

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

\$ PER SHARE

	JAN.	FEB.	MAR.	APR.	MAY	JUN.	JUL.	AUG.	SEP.	OCT.	NOV.	DEC.	TOTAL
Record Date	01/17/07	02/13/07	03/16/07	04/16/07	05/16/07	06/15/07	07/17/07	08/17/07	09/14/07	10/17/07	11/15/07	12/12/07	
Payment Date	01/25/07	02/22/07	03/26/07	04/24/07	05/24/07	06/25/07	07/25/07	08/27/07	09/24/07	10/25/07	11/26/07	12/17/07	
SOURCE													
Net Investment Income (a)	\$0.0889	\$0.0434	\$0.0284	\$0.0258	\$0.0258	\$0.0284	\$0.0258	\$0.0258	\$0.0284	\$0.0258	\$0.0258	\$0.1368	\$0.5091
Short-Term Capital Gains (a)	\$0.0000	\$0.0111	\$0.0169	\$0.0153	\$0.0153	\$0.0169	\$0.0153	\$0.0153	\$0.0169	\$0.0153	\$0.0153	\$0.0812	\$0.2348
Long-Term Capital Gains (b)	\$0.0111	\$0.0455	\$0.0647	\$0.0589	\$0.0589	\$0.0647	\$0.0589	\$0.0589	\$0.0647	\$0.0589	\$0.0589	\$0.3120	\$0.9161
TOTAL	\$0.1000	\$0.1000	\$0.1100	\$0.1000	\$0.1000	\$0.1100	\$0.1000	\$0.1000	\$0.1100	\$0.1000	\$0.1000	\$0.5300	\$1.6600

PERCENTAGES

	JAN.	FEB.	MAR.	APR.	MAY	JUN.	JUL.	AUG.	SEP.	OCT.	NOV.	DEC.	TOTAL
SOURCE													
Net Investment Income (a)	88.9000%	43.4000%	25.8182%	25.8000%	25.8000%	25.8182%	25.8000%	25.8000%	25.8182%	25.8000%	25.8000%	25.8113%	30.6687%
Short-Term Capital Gains (a)	0.0000%	11.1000%	15.3636%	15.3000%	15.3000%	15.3636%	15.3000%	15.3000%	15.3636%	15.3000%	15.3000%	15.3208%	14.1446%
Long-Term Capital Gains (b)	11.1000%	45.5000%	58.8182%	58.9000%	58.9000%	58.8182%	58.9000%	58.9000%	58.8182%	58.9000%	58.9000%	58.8679%	55.1867%
TOTAL	100.0000%	100.0000%	100.0000%	100.0000%	100.0000%	100.0000%	100.0000%	100.0000%	100.0000%	100.0000%	100.0000%	100.0000%	100.0000%

Ordinary Dividends and Capital Gains:

93.51% 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 75.99%. The percentage of the ordinary income paid by the Fund in 2007 that was derived from U.S. Government Securities was 0.44%. The percentage of U.S. Government Securities held by the Fund as of December 31, 2007 was 6.90%. (c)

- (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) 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.

GDV-TAX-07