Gabelli Dividend Growth Fund*

Quarter End – Dec. 31, 2011

FUND CHARACTERISTICS

- The Gabelli Dividend Growth Fund's primary investment objective is long-term growth of capital.
- Under normal market circumstances, the Fund will invest at least 80% of its net assets in dividend-paying stocks. Dividend-paying stocks include common stocks, preferred stocks, and convertible securities. (Effective 1/1/12)
- In addition to seeking out dividend-paying stocks, the Fund will focus on stocks that the portfolio manager believes are well positioned to grow their dividend over the long term. (Effective 1/1/12)

Share Classes

Class AAA	
Symbol	GABBX
Cusip	36240D105
Class A	
Symbol	GBCAX
Cusip	36240D204
Class C	
Symbol	GBCCX
Cusip	36240D402
Class I	
Symbol	GBCIX
Cusip	36240D501

PORTFOLIO MANAGEMENT

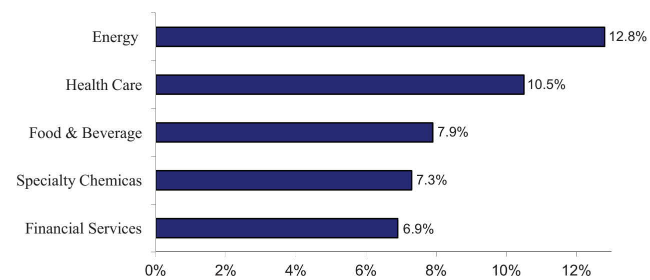
Barbara G. Marcin, CFA, joined Gabelli Funds in June 1999 to manage The Gabelli Dividend Growth Fund. Barbara received an MBA from Harvard University's Graduate School of Business in 1986. She completed her undergraduate studies in 1979 at the University of Virginia where she graduated with distinction. Barbara also manages The GAMCO Westwood Income Fund, and is a Co-Portfolio Manager of The Gabelli Dividend & Income Trust and The Gabelli Global Gold, Natural Resources & Income Trust.

PORTFOLIO HIGHLIGHTS 12/31/11

Total Net Assets	$25.4 million
Number of Holdings	54
NAV (Class AAA)	$13.71
Expense Ratio (Class AAA)	2.03%*
Turnover	42%
Inception Date	8/26/99

* Net expense ratio after reimbursement by the Adviser

TOP SECTORS - % OF PORTFOLIO



TOP TEN HOLDINGS

International Paper Co.	3.2%
NextEra Energy Inc.	3.1
Exxon Mobil Corp.	3.0
Kraft Foods Inc.	3.0
Bristol-Myers Squibb	2.9
EI Du Pont De Nemours & Co.	2.9
Conoco Phillips	2.9
BlackRock Inc.	2.8
Honeywell International Inc.	2.8
Vodafone Group	2.8

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 Advisor or by visiting www.gabelli.com.

** Effective November 1, 2011, the Fund changed its name from "The Gabelli Blue Chip Value Fund" to "The Gabelli Dividend Growth Fund." Please call 800-GABELLI or visit www.gabelli.com for details.*

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.

Investors should carefully consider the investment objectives, risks, charges and expenses of the Fund before investing. The prospectus, which contains more complete information about this and other matters, should be read carefully before investing.

Important information including performance history on reverse.

Gabelli Dividend Growth Fund

PERFORMANCE

Average Annual Returns through December 31, 2011

	1 Yr	5 Yr	10 Yr	Inception	Gross Expense Ratio [1]	Expense Ratio after Reimbursement from Adviser [2]	Maximum Sales Charge
At NAV							
Class AAA	-0.50%	-0.55%	3.04%	3.65%	2.15%	2.03%	None
Class A	-0.50%	-0.55%	3.07%	3.68%	2.15%	2.03%	5.75%
Class C	-1.20%	-1.28%	2.44%	3.16%	2.90%	2.78%	1.00%
Class I	-0.23%	-0.29%	3.24%	3.82%	1.90%	1.78%	None
Load Adjusted							
Class A	-6.22%	-1.72%	2.46%	3.18%			
Class C	-2.19%	-1.28%	2.44%	3.16%			
S&P 500	2.11%	-0.25%	2.92%	1.44%			

[1] *Expense ratio based on prospectus dated April 29, 2011.*
[2] *Through May 1, 2012, by contract renewable annually.*

Total Return Performance History

	Class AAA Shares	S&P 500 Index
2011	-0.5%	2.1%
2010	12.8	15.1
2009	30.6	26.5
2008	-33.7	-37.0
2007	0.1	5.5
2006	17.5	15.8
2005	6.7	4.9
2004	12.4	10.9
2003	44.0	28.7
2002	-31.7	-22.1
2001	-11.8	-11.9
2000	11.1	-9.1
1999*	17.8	5.4

** From inception on 8/26/99.*

Past performance is no guarantee of future results. Total return and average annual returns are historical and reflect changes in share price, reinvestment of dividends and capital gains and are net of expenses. Due to market volatility, current performance may be lower or higher than the figures shown. 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 August 26, 1999. 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 and Class I Shares on June 30, 2004. The actual performance for Class C Shares would have been lower and Class I Shares higher due to the different expenses associated with those classes of shares. Other share classes may have different performance characteristics. The Fund is subject to a contractual fee waiver through 5/31/11, without which performance would have been lower. 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 at the beginning of the period. Class C Shares (load adjusted) includes the effect of the applicable 1% contingent deferred sales charge at the end of the 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 Fund typically invests in 50 to 60 companies. By concentrating in a small number of investments, the Fund's risks are increased because each investment has a greater effect on the Fund's performance than a fund which is more broadly diversified in a greater number of holdings. The Fund may invest in foreign securities. Investing in foreign securities involves risks not ordinarily associated with investment in domestic issues including currency fluctuations, economic and political risks.

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