

Gabelli Utilities Fund

Quarter End – December 31, 2011

FUND CHARACTERISTICS

- The investment objective of the Gabelli Utilities Fund is to provide a high level of total return through capital appreciation and current income.
- The Fund's Adviser emphasizes quality in selecting utility investments and looks for companies that have proven dividend records and sound financial structures.
- The Fund invests primarily in equity securities of small-capitalization and mid-capitalization utility companies.

PORTFOLIO MANAGEMENT



Mario J. Gabelli, CFA, is Chairman, Chief Executive Officer and Chief Investment Officer of Value Products for GAMCO Investors, Inc., which he founded in 1977. Mr. Gabelli is a summa cum laude graduate of Fordham University and holds an MBA degree from Columbia University Graduate School of Business, and an Honorary Doctorate Degree from Roger Williams University in Rhode Island.

Share Classes

Class AAA

Symbol	GABUX
Cusip	36240E103

Class A

Symbol	GAUAX
Cusip	36240E202

Class C

Symbol	GAUCX
Cusip	36240E400

Class I

Symbol	GAUIX
Cusip	36240E806

PORTFOLIO HIGHLIGHTS 12/31/11

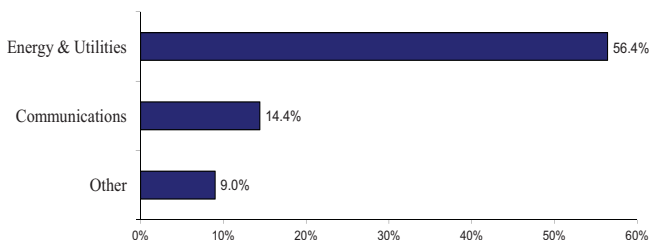
Total Net Assets	\$2.6 billion
Number of Holdings	247
NAV (Class AAA)	\$6.03
Expense Ratio (Class AAA)	1.43%
Turnover	19%
Inception Date	8/31/99
Monthly Distribution	\$0.07/share*

* 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.

TOP TEN HOLDINGS

National Fuel Gas Co.	4.2%
NextEra Energy Inc.	2.4
El Paso Corp.	2.3
Southern Union Co.	2.0
Southwest Gas Corp.	2.0
Edison International	1.8
Constellation Energy Group Inc.	1.6
CONSOL Energy Inc.	1.4
AES Corp.	1.3
Verizon Communications Inc.	1.2

TOP SECTORS % OF PORTFOLIO



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.

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 Utilities Fund

PERFORMANCE

Average Annual Returns through December 31, 2011

	1 Yr	5 Yr	10 Yr	Inception	Gross Expense Ratio ¹	Maximum Sales Charge
At NAV						
Class AAA	8.04%	3.90%	7.46%	7.62%	1.43%	None
Class A	8.16%	3.93%	7.50%	7.65%	1.43%	5.75%
Class C	7.26%	3.14%	6.75%	7.04%	2.18%	1.00%
Class I	8.31%	4.08%	7.55%	7.69%	1.18%	None
Load Adjusted						
Class A	1.94%	2.71%	6.86%	7.13%		
Class C	6.26%	3.14%	6.75%	7.04%		
S&P 500 Utility Index	19.91%	3.71%	6.42%	5.06%		

¹ Expense ratio based on prospectus dated April 29, 2011.

Total Return Performance History

	Class AAA Shares	S&P 500 Utility Index
2011	8.0%	19.9%
2010	13.0	5.5
2009	15.5	11.9
2008	-20.9	-29.0
2007	8.6	19.4
2006	23.1	21.0
2005	8.4	16.8
2004	15.6	24.3
2003	29.5	26.3
2002	-15.1	-30.0
2001	-15.4	-30.4
2000	16.4	57.2
1999*	22.3	-9.9

* From inception on 8/31/99.

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 31, 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, 2002, and Class I Shares on January 11, 2008. 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. 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 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 Utility Index is an unmanaged indicator of electric and gas utility stock performance and is adjusted for reinvestment of dividends.

Funds investing in a single sector, such as utilities, may be subject to more volatility than funds that invest more broadly. The utilities industry can be significantly affected by government regulation, financing difficulties, supply or demand of services or fuel and natural resources conservation. The value of utility stocks changes as long-term interest rates change. 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. The Fund may invest in small and mid capitalization securities. Small capitalization stocks are subject to significant price fluctuations and business risks. The stocks of smaller companies may trade less frequently and experience more abrupt price movements than stocks of larger companies; therefore, investing in this sector involves special challenges.

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

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For a prospectus, current performance and additional information, visit our website at: www.gabelli.com or call 800-GABELLI