The Gabelli Equity Income Fund

Shareholder Commentary
December 31, 2017

To Our Shareholders,

For the quarter ended December 31, 2017, the net asset value ("NAV") per Class AAA Share of The Gabelli Equity Income Fund increased 4.2% compared with an increase of 6.6% for the Standard & Poor's ("S&P") 500 Index. See page 2 for additional performance information.

In Review

In 2017, a year marred by acts of man and acts of nature, the prices for assets, including equities, real estate, art, and cryptocurrencies marched to record highs. This growth in U.S. equities has been accompanied by surprisingly little drama, or without even a 5% correction, for over 14 months. On the surface, it would appear the world suffers from a severe case of cognitive dissonance. However, a closer look at the global economic data – low unemployment, improving trade, housing, and consumer trends, and rising corporate profits – would suggest that optimism is not misplaced. Although not always efficient, the market is an effective discounting machine capable of separating meaningful signals from distracting noise. Our job is similar- to identify securities that are improperly reflecting future prospects and trading with a Margin of Safety relative to Private Market Value (PMV).

Absolute returns in (y)our Fund were strong in 2017, and we look forward to an acceleration in earnings growth and deal activity in 2018. Volatility, while present in many industrial stocks, but absent in the general market, will at some point return, driven by real or imagined noise. Market corrections and economic recessions are inevitable, and indeed necessary for the proper functioning of our capitalist system. We remain alert and prepared for most eventualities, and believe our PMV with a Catalyst™ approach should continue to deliver superior risk-adjusted results over the long term.

Monthly Distributions – $0.10 per share

The Gabelli Equity Income Fund has a $0.10 per share monthly distribution policy in place. For more specific dividend and tax information, please visit our website at www.gabelli.com or call 800-GABELLI (800-422-3554). **Shareholders should be aware that a portion of the distribution may represent a non-taxable return of capital.** Such distributions will 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.

Comparative Results

Average Annual Returns through December 31, 2017 (a) (b) (Unaudited)

	Quarter	1 Year	5 Year	10 Year	15 Year	Since Inception (1/2/92)
Class AAA (GABEX)	4.23%	15.12%	11.01%	6.66%	9.34%	10.07%
S&P 500 Index	6.64	21.83	15.79	8.50	9.92	9.61(c)
Nasdaq Composite Index	6.57	29.80	19.50	11.35	12.81	9.94(c)
Lipper Equity Income Fund Average	5.51	16.43	12.98	6.96	8.91	8.66
Class A (GCAEX)	4.21	15.10	11.01	6.66	9.33	10.06
With sales charge (d)	(1.78)	8.48	9.70	6.03	8.90	9.81
Class C (GCCEX)	4.05	14.28	10.19	5.87	8.58	9.63
With contingent deferred sales charge (e)	3.05	13.28	10.19	5.87	8.58	9.63
Class I (GCIEX)	4.28	15.38	11.29	6.94	9.52	10.17
Class T (GCTEX)	4.19	15.07	11.00	6.66	9.33	10.06
With sales charge (f)	1.59	12.19	10.44	6.39	9.15	9.89

In the current prospectuses dated January 26, 2018, the expense ratios for Class AAA, A, C, I, and T Shares are 1.39%, 1.39%, 2.14%, 1.14%, and 1.39%, respectively. Class AAA and Class I Shares do not have a sales charge. The maximum sales charge for Class A Shares, Class C Shares, and Class T Shares is 5.75%, 1.00%, and 2.50%, respectively.

(a) *Returns represent past performance and do not guarantee future results. Total returns and average annual returns reflect changes in share price, reinvestment of distributions, and are net of expenses. Investment returns and the principal value of an investment will fluctuate. When shares are redeemed, they may be worth more or less than their original cost. Current performance may be lower or higher than the performance data presented. Visit www.gabelli.com for performance information as of the most recent month end. The Fund imposes a 2% redemption fee on shares sold or exchanged within seven days of purchase. Performance returns for periods of less than one year are not annualized. Investors should carefully consider the investment objectives, risks, charges, and expenses of the Fund before investing. The prospectuses contain information about these and other matters and should be read carefully before investing. To obtain a prospectus, please visit our website at www.gabelli.com.* The Class AAA Share NAVs 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 of the Class A Shares, Class C Shares, and Class T Shares would have been lower due to the additional fees and expenses associated with these classes of shares. The actual performance of the Class I Shares would have been higher due to lower expenses related to this class of shares. The S&P 500 Index is a market capitalization weighted index of 500 large capitalization stocks commonly used to represent the U.S. equity market. The Nasdaq Composite Index is an unmanaged indicator of stock market performance. The Lipper Equity Income Fund Average includes the 30 largest equity funds in this category tracked by Lipper, Inc. Dividends are considered reinvested, except for the Nasdaq Composite Index. You cannot invest directly in an index.

(b) The Fund's fiscal year ends September 30.

(c) S&P 500 Index and Nasdaq Composite Index since inception performance are as of December 31, 1991.

(d) Performance results include the effect of the maximum 5.75% sales charge at the beginning of the period.

(e) Assuming payment of the 1% maximum contingent deferred sales charge imposed on redemptions made within one year of purchase.

(f) Performance results include the effect of the maximum 2.50% sales charge at the beginning of the period.

We have separated the portfolio manager's commentary from the financial statements and investment portfolio due to corporate governance regulations stipulated by the Sarbanes-Oxley Act of 2002. We have done this to ensure that the content of the portfolio manager's commentary is unrestricted. Both the commentary and the financial statements, including the portfolio of investments, are available on our website at www.gabelli.com.

The Economy

After a sluggish start to the year, the U.S. economy grew at a faster than anticipated 3.1% and 3.3% during the second and third quarters, respectively. At 4.1%, unemployment stands at a ten-year low, while consumer wealth of nearly $97 trillion is at an all-time high. Housing starts of 1.3 million units continue their steady increase, but remain comfortably below the prior peak of 2.2 million units. The U.S. is in its ninth year of economic expansion; at 101 months, this is the third longest expansion, trailing only 1961-1969 and 1991-2001, which were 106 and 120 months, respectively. Perhaps as important, the global economy is in synchronized expansion. For all of 2017, the eurozone is set to grow 2.2%, its fastest since 2007, while Japan has accelerated to 1.5%, and China (by design), is likely to post growth of 6.7%. All of this bodes well for U.S. exporters and their employees.

The State of Washington

During late 2017, a rising stock market was based on a “Trump Bump,” consisting of: (a) tax reform, (b) deregulation, and (c) fiscal stimulus. To date, the Trump administration appears to be delivering on the first two objectives, with an infrastructure bill planned for early 2018. The new tax bill, which lowers the Federal corporate tax rate to 21%, will make U.S. corporate taxes very competitive with other OECD countries, which is a major positive for the U.S economy and the U.S. stock market. (Y)our portfolio should be well positioned to capture the benefits of the lower corporate taxes, as it includes a disproportionate weighting of smaller and mid-size U.S firms, which are currently paying higher effective rates and whose revenues are centered on domestic operations. Many individuals will see lower taxes, with reduced rates and an increased standard deduction, but higher income households in higher state and local tax (SALT) geographies could see an increase. Deregulation in the energy, financial, and media/telecom sectors has already unleashed corporate animal spirits. We expect more deregulation to come from this administration.

The State of the Federal Reserve

Notwithstanding excitement about potential tax windfalls, the most powerful market levitating force from Washington over the last decade did not originate from the White House or the Capital, but from the Eccles Building, home to the Federal Reserve. Through open market activity and three rounds of quantitative easing (QE), the Fed slashed short term interest rates from 4.5% before the 2008-2009 financial crisis to nearly zero, lifting asset prices everywhere. The Federal Reserve began tapping the brakes by tapering QE in October, 2014, and has now raised rates five times, the latest move in December, 2017, which took the Federal Reserve Funds rate to a range of 1.25% – 1.50%. Current expectations are for three additional increases in each of 2018 and 2019, which would ratchet the Fed Funds rate to 3.0%. Newly appointed Federal Reserve Chair, Jerome H. (“Jay”) Powell, a centrist and former banker, will likely continue on this path.

Over the long term, the Federal Reserve’s “normalization” of rates is healthy for the economy, but the timing of this process has been the subject of debate, given a lack of inflation. The last two rate hike cycles ended in market dislocations in 2001 and 2007, but the circumstances in each were very different from today. A future recession may be unavoidable, but it need not be triggered by the Federal Reserve anytime soon. What is clear, however, is that monetary policy has gone from being a tailwind to being a headwind for the economy and the market.

Dividends

Dividends are an important element in the historical returns of stocks. They provide current income and a growing income stream over time. During the fourth quarter of 2017, U.S. companies continued to increase their dividends. At the end of the quarter, the dividend yield on the S&P 500 was approximately 1.9%, which was below the yield on the 10-year U.S. Treasury, which was closer to 2.5%.

Investment Scorecard

During the fourth quarter of 2017, the S&P 500 was up over 6% on a total return basis and all of the eleven sectors that make up the S&P 500 index were also up. The best performing sectors were consumer discretionary (up about 10%) and information technology (up about 9%). The worst performing sector was the utility sector (barely up at all) as rising interest rates hurt the attractiveness of utility stocks, which usually have above average current returns. The next worst performing sector was health care (up just over 1%).

Some of the stocks that helped performance the most in the Gabelli Equity Income Fund during the fourth quarter were Deere (0.9% of net assets as of December 31, 2017), Home Depot (1.1%) and JP Morgan (0.3%).

Deere, a manufacturer of agriculture and construction equipment, continues to benefit from an improving economy and expectations for increased infrastructure spending in the United States. Home Depot, the largest home improvement company in the U.S., is benefiting from an improved housing market and more home construction in the U.S. Finally, JP Morgan, the large bank, has an exceptionally strong balance sheet and is benefiting from less onerous government regulation of the banking industry.

A few of the worst performing stocks in the Fund during the fourth quarter were Edgewell Personal Care (0.3%), General Electric (0.6%) and CVS Health (1.4%). These three stocks were each down over 10%.

Edgewell is a manufacturer of various personal care products in the wet shave, sun and skin care, as well as feminine and infant care areas. Many of these product categories have been experiencing pricing pressures, which has put downward pressure on the stock. Despite these short term issues, we continue to think a number of large global companies would be interested in buying the company at a meaningful premium at some point in the future. General Electric recently hired a new CEO, who has cut the dividend and lowered profit forecasts for the company. We expect the new CEO will begin the process of beating these new lower profit expectations over the years ahead. During the quarter, CVS Health announced it plans to buy the health insurance company Aetna (0.4%). Although we think the deal will work out well in the long term, the deal announcement has put some short term pressure on the stock price of CVS Health.

Let’s Talk Stocks

The following are stock specifics on selected holdings of our Fund. Favorable earnings prospects do not necessarily translate into higher stock prices, but they do express a positive trend that we believe will develop over time. Individual securities mentioned are not necessarily representative of the entire portfolio. For the following holdings, the share prices are listed first in United States dollars (USD) and second in the local currency, where applicable, and are presented as of December 31, 2017.

Bank of New York Mellon Corp. (3.0% of net assets as of December 31, 2017) (BK – $53.86 – NYSE) is a global leader in providing financial services to institutions and individuals. The company operates in more than one hundred markets worldwide and strives to be the global provider of choice for investment management and investment services. As of September 2017, the firm had $32.2 trillion in assets under custody and $1.8 trillion in assets under management. Going forward, we expect BK to benefit from rising global incomes and the cross border movement of financial transactions. We believe BK is also well positioned to grow earnings in a rising interest rate environment, given its large customer cash deposits and significant loan book

Bristol Myers (1.3%) (BMY – $61.23 – NYSE) has revolutionized the treatment of many types of cancer by harnessing the body's own immune system to fight malignancies. The company's lead drug, Opdivo, can be used alone and in combination with other drugs to treat a broad range of cancers. While the immune oncology space is highly competitive, Bristol is willing to partner its drug with any and all peers in order to find the most effective course of treatment for each tumor type. Bristol Myers also has a very successful blood thinning medication, Eliquis, that is winning significant market share from peers. The company continues to invest heavily in research and development to sustain its strong growth prospects while remaining committed to paying a healthy dividend to shareholders.

CBS Corp. (1.5%) (CBS – $59.34 – NYSE) operates the CBS television network and the premium cable network Showtime. It also owns 29 local television stations and 130 radio stations. We believe that CBS has a number of opportunities to generate incremental non-advertising revenue from the sale of existing content through its OTT platforms, online video distributors and retransmission agreements with traditional distributors. In addition, we expect a continued recovery in advertising to contribute to earnings growth. Finally, we believe that financial engineering, including the split-off of its radio business or combination with Viacom, could act as a catalyst for shares.

Genuine Parts Co. (2.1%) (GPC – $95.01 – NYSE) is an Atlanta, Georgia-based distributor of automotive and industrial replacement parts, office products, and electrical and electronic components. We expect GPC's well known NAPA Auto Parts group to benefit as an aged vehicle population, which includes the highest percentage of off warranty vehicles in history, helps drive sales of automotive aftermarket products over the next several years. Additionally, economic indicators remain supportive of the company's industrial and electrical parts distribution businesses amid steady economic expansion. Finally, GPC's management has shown consistent dedication to shareholder value via share repurchases and dividend increases.

Halliburton Co. (1.2%) (HAL – $48.87 – NYSE), based in Houston, Texas, is one of the leading providers of services and products to the energy industry related to the exploration, development, and production of oil and natural gas. With WTI crude prices now over $60/bbl, U.S. drilling and completion activity is in full recovery and will drive HAL's earnings growth in 2018. As the market leader in pressure pumping, HAL is well positioned to take advantage of favorable supply/demand dynamics. Further, the company has a strong market positon in completion equipment, which should benefit from the eventual drawdown of drilled but uncompleted wells (DUCs) in the U.S. Our Private Market Value for Halliburton is $63 per share.

Home Depot Inc (1.1%) (HD – $189.53 – NYSE) based in Atlanta, Georgia, is the world's largest home improvement retailer, with fiscal 2016 revenue of $94.6 billion and EBITDA of $15.2 billion. Home Depot has 2,278 retail stores, which sell a range of building materials, home improvement products, and lawn and garden products, to do-it-yourself, do-it-for-me, and professional customers. We expect the continued improvement in the housing market to provide uplift to Home Depot's business, encouraging consumers to invest in their homes. Notably, the company generates significant cash flow, has a strong balance sheet, and will continue to benefit as the housing recovery improves. To make use of its available cash flow, we expect Home Depot will continue to repurchase stock and pay dividends.

Johnson & Johnson (0.6%) (JNJ – $139.72 – NYSE) is the world's largest and most diversified healthcare company. The company's pharmaceutical business is one of the fastest growing in the industry, driven by multiple new oncology products and the recent acquisition of Swiss biotech company Actelion. The consumer division is benefiting from an improving economy but must continue to innovate and reformulate its products to meet changing consumer tastes. While the medical device business has been losing some market share, management has been working to improve the business mix by divesting several declining or low-growth businesses. Johnson & Johnson will be a significant beneficiary of tax reform, gaining global access to its prodigious cash flow and likely increasing the dividend in 2018.

Mondelēz International Inc. (1.8%) (MDLZ – $42.80 – NASDAQ), headquartered in Deerfield, Illinois, is the renamed Kraft Foods Inc., following the tax-free spin-off to shareholders of the North American grocery business on October 1, 2012. On July 2, 2015 Mondelēz combined its coffee business with D.E Master Blenders 1753 to form a new coffee company, Jacobs Douwe Egberts. Subsequently, MDLZ exchanged part of its stake in this coffee joint venture for 24% ownership in Keurig Green Mountain, which was acquired by an investor group led by JAB Holding Co. in March 2016. This narrows the company's product focus, as nearly 85% of Mondelēz's $26 billion of revenue is derived from snacking, including leading brands such as Oreo, LU and Ritz biscuits, Trident gum, and Cadbury and Milka chocolates. The company continues to execute against its plan to accelerate growth and to improve margins, targeting 17%-18% in 2018. In November, CEO Irene Rosenfeld was succeeded by Dirk Van de Put, who joins the company after eight years as CEO of McCain Foods.

National Fuel Gas Co. (0.8%) (NFG – $54.91 – NYSE) is a diversified natural gas company. NFG owns a regulated gas utility serving the region around Buffalo, New York, gas pipelines that move gas between the Midwest and Canada and from the Marcellus to the Northeast, gathering and processing systems, and an oil and gas exploration and production business. NFG's regulated utility and pipeline businesses, as well as its California oil production business, provide stable earnings and cash flows to support the dividend, while the natural gas production business offers significant upside potential. Natural gas prices have been depressed over the past few years, but NFG's net ownership of 785,000 acres in the Marcellus Shale, holds enormous natural gas reserve potential and the company has proven to be among the lower cost producers. We continue to expect above average long term earnings and cash flow growth from improving gas prices, growing gas production and strategically located pipeline expansion. The company has increased its dividend for 46 consecutive years.

Viacom Inc. (0.7%) (VIA – $34.90 – NASDAQ) is a pure-play content company that owns a global stable of cable networks, including MTV, Nickelodeon, Comedy Central, VH1, BET, and the Paramount movie studio. Viacom's cable networks generate revenue from advertising sales, fixed monthly subscriber fees, and ancillary revenue from toy licensing, etc. We believe a low valuation and M&A potential outweigh the secular risks of cord-cutting.

Conclusion

Our process tends to be very respectful of risk – we look down before we look up. A list of things that could go wrong in the larger economy is easy to compose, but, short of a hot war, major terrorist attack or social unrest, the two biggest risks to the U.S. economy would seem to be an inflationary spike and a Federal Reserve that raises rates too fast because it finds itself behind the curve, and/or a 1930s-style trade war. A little inflation might be good for the economy and (y)our portfolio, as we tend to own companies with pricing power. The impact of a collapse of NAFTA or an escalation of tensions with China and Europe (who are not happy with the new tax plan) is difficult to gauge, and the fallout for most companies would be hard to avoid. One would hope that good sense prevails on the topic.

A different kind of risk in underestimating what could go right. What if deregulation and changes to the tax code really do spur renewed investment, while inflation is kept at bay by technology and globalization - basically, the goldilocks scenario of the last year? Ultimately, the health of the U.S. economy is not reliant upon who occupies the White House; the stock market is not the President's report card. Growth and markets are driven by the collective efforts of entrepreneurs and hardworking individuals, and we remain as bullish as ever on those factors. We also remain confident in our time-tested investment process and methodology.

Thank you for entrusting part of your assets with us. Please accept our sincere wishes for a happy and healthy New Year.

January 26, 2018

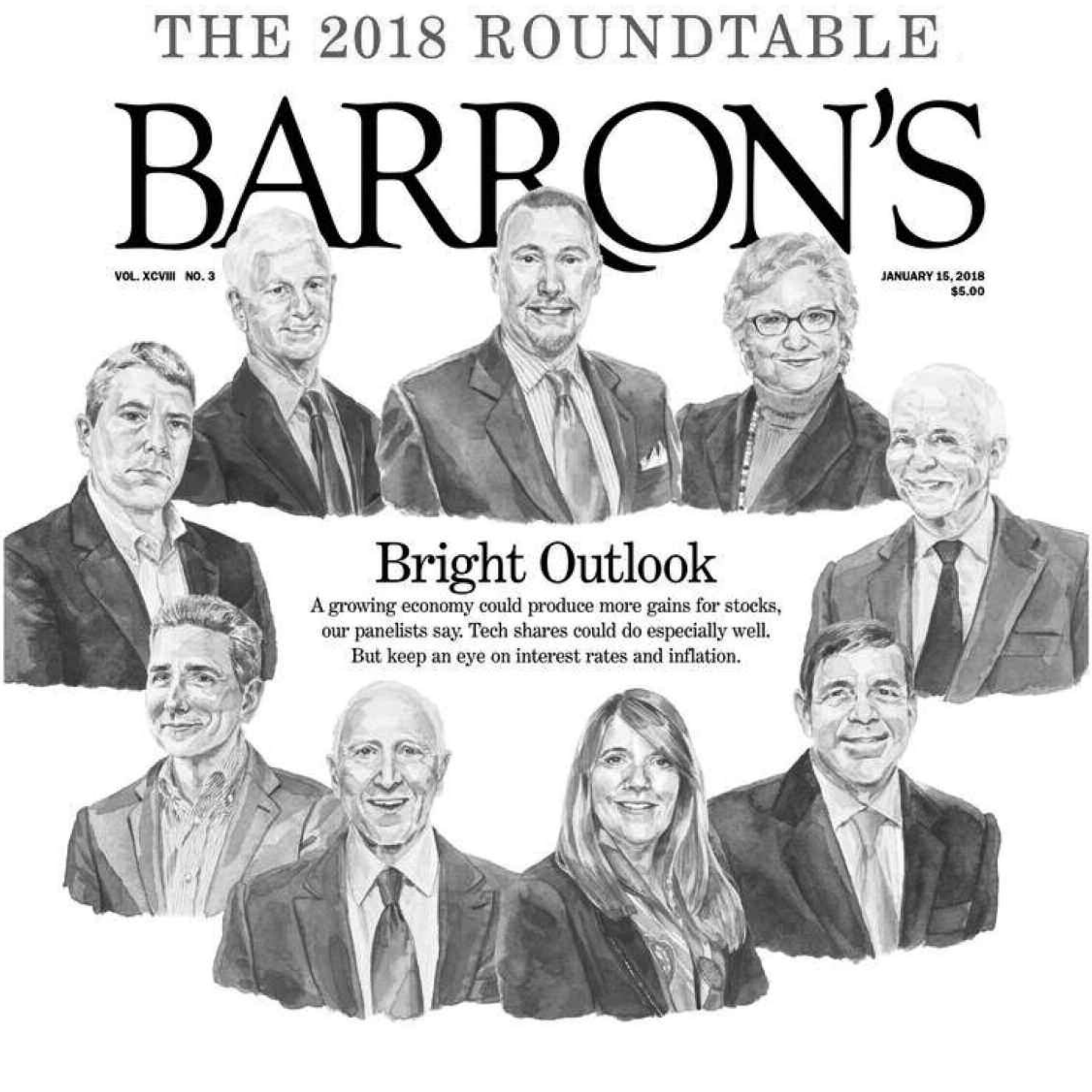
Top Ten Holdings **(Percent of Net Assets)**
December 31, 2017

Bank of New York Mellon Corp.	3.0%	Marsh & McLennan Cos. Inc.	1.7%
Swedish Match AB	2.7%	Brown-Forman Corp.	1.7%
Genuine Parts Co.	2.1%	CBS Corp.	1.5%
Well Fargo & Co.	2.1%	M&T Bank Corp.	1.5%
Mondelēz International Inc.	1.8%	CVS Health Corp.	1.4%

Note: The views expressed in this Shareholder Commentary reflect those of the Portfolio Manager only through the end of the period stated in this Shareholder Commentary. The Portfolio Manager's views are subject to change at any time based on market and other conditions. The information in this Portfolio Manager's' Shareholder Commentary represents the opinions of the individual Portfolio Manager and is not intended to be a forecast of future events, a guarantee of future results, or investment advice. Views expressed are those of the Portfolio Manager and may differ from those of other portfolio managers or of the Firm as a whole. This Shareholder Commentary does not constitute an offer of any transaction in any securities. Any recommendation contained herein may not be suitable for all investors. Information contained in this Shareholder Commentary has been obtained from sources we believe to be reliable, but cannot be guaranteed.

Barron's 2018 Roundtable

Mario J. Gabelli, our Chief Investment Officer, has appeared in the prestigious Barron's Roundtable discussion annually since 1980. Many of our readers enjoyed the inclusion of selected and edited comments from Barron's Roundtable in previous reports to shareholders. As is our custom, we are including selected comments of Mario Gabelli from Barron's 2018 Roundtable Part 1 and Part 2, published on January 15 and January 22, 2018, respectively.



BARRON'S: *Getting back to the economy, Mario, what are your assumptions for 2018?*

Gabelli: Global GDP will be about $83 trillion in 2018. The U.S. is about 25% of that, and Europe is about 25%. China and Japan combined are more than 22%. The global economy is growing, but Mario Draghi [president of the European Central Bank] will have to pull back the punch bowl at some point, much as we are doing here [through Fed rate hikes]. At some point, the ECB and the Bank of Japan will do the same.

I am optimistic about the U.S. economy. I expect real GDP [adjusted for inflation] to grow by 3%. Many companies I speak with have been paying an effective cash tax rate of 35%. Lower tax rates will drive growth. The U.S. consumer will have gross assets of about $117 trillion at year end, and debt of about $17 trillion, of which two areas are troublesome: car loans and student debt. Outstanding car loans should result in a significant slowdown in the growth of car sales. Student loans are a major social problem.

We talked about rising wages. I see it, too. Also, higher heating bills this winter should have a short-term impact on consumer spending, but could have a bigger psychological impact. We haven't talked yet about the new rules allowing full expensing of certain capital investments, effective on Sept. 27, 2017. In the last week of December, even used planes were being bought.

Now that the tax bill has passed, is an infrastructure bill next?

Gabelli: It could be announced in the next two weeks. It will be a powerful stimulus to certain sectors of the economy, including inland waterways, the railroad industry, surface transportation, and avionics — even airport construction.

Give us your best ideas for 2018, Mario.

Gabelli: [wheeling a model of a skeleton on a stand to the front of the table]: This is an active manager.

Very funny! But reports of his death are premature.

Gabelli: Last year was the year of As: Alphabet [ticker: GOOGL], Amazon.com [AMZN], Apple [AAPL], Alibaba [BABA]. I am focusing this year on Bs. First, basketball [throws a ball across the room]. Madison Square Garden [MSG] has 23.5 million shares outstanding. The stock trades for $213, and the equity capitalization is about $5 billion. The company has about $1.1 billion of net cash. MSG is a sports and entertainment holding company. It owns the New York Knicks, an exciting basketball team. They beat Dallas last night. Other brands include the Radio City Rockettes, and the New York Rangers ice hockey team. The company owns a variety of live-entertainment venues, including the Garden and the Beacon Theater in New York, and the Forum in California. Millennials and the Gen Z population love live entertainment.
MSG also owns real estate. One of the hottest places in the U.S. is the Hudson Yards development on the West Side of Manhattan. MSG has air rights above Madison Square Garden. Adding up the value of the company's assets, the stock could be worth $280 to $300 a share.

How might MSG achieve that value, or something close to it?

Gabelli: Deal making has been a big part of MSG's history, and that of its CEO, James Dolan. Madison Square Garden was spun out of Cablevision, which was then sold to Altice [ATC. Netherlands], the European telecom company. Several opportunities for deal making exist. You have entertainment and the sports teams.

Next B is baseball [throws a baseball across the room; Gundlach catches it]. Look at that catch! Liberty Braves Group [BATRA] is another media and entertainment company. It is part of John Malone's ecosystem. Liberty Braves is a tracking stock that owns Liberty Media's interest in the Atlanta Braves. Malone is as tax sensitive an investor as Warren Buffett, but he is more visible about it. With Liberty Braves, you're also getting the new SunTrust Park built in Cobb County, an Atlanta suburb.

Attendance has gone from roughly 25,000 to 31,000 per game. The team is improving, too. Plus, the company owns land.

How has the stock performed?

Gabelli: Liberty Braves has about 58.5 million shares outstanding. At $22 apiece, the market cap is $1.3 billion. This is a small-cap stock. Based on prices paid for other sports teams, coupled with the stadium and the Battery Atlanta, a mixed-use property, the company could be worth $35 a share in two years.

My next B is betting. MGM Resorts International [MGM] is based in Las Vegas and owns casinos in the U.S. and Macau. It is run by James Murren, who has done a great job coordinating as CEO. The company has 566 million shares outstanding, and the stock is trading for $33. The market cap is $19 billion. MGM put most of its U.S. properties into a REIT [real estate investment trust], MGM Growth Properties [MGP], in 2016. This is worth about $10.50 a share at market. If I value the publicly traded Macau properties, or MGM China Holdings [2282. Hong Kong] at $10.50 and MGM's stake in the REIT at $10.50, I'm paying only $12 a share for the U.S. business. Assuming an exChina, ex-MGM enterprise value [market value plus net debt] of $14 billion, and 2018 EBITDA [earnings before interest, taxes, depreciation, and amortization] of $1.8 billion, the stock is selling for about eight times EV (Enterprise Value) to EBITDA.

MGM is opening a new casino in Springfield, Mass. Steve Wynn [founder, chairman, and CEO of Wynn Resorts (WYNN)] is opening one in Everett, Mass. Once MGM's new Macau casino and the Springfield property come online, capex [capital expenditures] will be de minimus. Then, it's a question of what Murren will do next.

What is your bet?

Gabelli: The next transformation of Las Vegas will focus on e-sports and e-gaming, and MGM will participate and benefit.

Paul Wick: There has been a lot of insider selling at MGM by the executive management team.

Gabelli: I'm delighted. That increases liquidity.

What was the rationale for the REIT's creation?

Gabelli: About 10-12 years ago, many casino stocks collapsed in price. Wynn did something brilliant. He said, let's arbitrage multiples on a global basis, and took his Macau casino company public in Hong Kong. That jump started the entire process. Sheldon Adelson [chairman and CEO of Las Vegas Sands (LVS)] followed suit with his Macau properties. Returning to MGM, the company spun off some properties into a separate

(2017 Report Card) MARIO GABELLI'S PICKS

Company	Ticker	Price 1/6/17	Price 12/29/17	Price Change	Total Return
Viacom	VIA.B	$37.79	$30.81	-18.5%	-16.5%
Herc Holdings	HRI	$40.00	62.61	56.5	56.5
CNH Industrial	CNHI	$8.94	13.40	49.9	51.6
National Beverage	FIZZ	$49.34	97.44	97.5	100.5
Davide Campari-Milano	CPR.Italy	€4.66	€6.45	38.5	39.5
Liberty Braves Group	BATRK	$20.65	$22.22	7.6	7.6
Live Nation Entertainment	LYV	$27.68	42.57	53.8	53.8
Mueller Water Products	MWA	$13.35	12.53	-6.1	-4.9

Total Return in USD: CPR.IM=58.9%

Source: Bloomberg

subsidiary in April 2016 and allowed outside investors to invest in the real estate. The properties had a capitalization rate [rate of return] of 8%. After creating the REIT and taking it public, MGM's multiple improved dramatically. MGM didn't put the Bellagio or MGM Grand into the REIT, so the company has other assets it can monetize. The Macau asset, MGM China, is undervalued in part because of concerns about what Chinese President Xi Jinping is going to do. Also, gaming company licenses in Macau are up for renewal in 2022. There is some question about the renewal process.

Are rising interest rates a risk to the REIT?

Gabelli: The stock could come down a bit if rates go up, but bear in mind that the new tax law allows for a 20% deduction on income from REITs. That would offset some of the negative hit from higher rates.

My next B involves booze. Beer is more than a $600 billion business globally. Wine is about $300 billion, and spirits are about $475 billion. Demand is increasing, as is the emphasis on premium products. This bottle of Jameson Irish Whiskey [holds up bottle] is about $18. Newer premium products are around $30. Booze companies have pricing power. While all are attractive, the stock I'm recommending today is Davide Campari-Milano [CPR.Italy], which I have mentioned before. The company is based in Milan. It is trading for 6.30 euros ($7.68), and there are 1.160 billion shares outstanding. We estimate that 2017 revenue totaled €1.8 billion. The company earned 17 euro cents a share two years ago and about 20 euro cents this past year. It could earn maybe 23 euro cents in 2018. Management is excellent. They are buying niche products, most recently Grand Marnier. Other company brands include Campari, Aperol, Wild Turkey, and SKYY Vodka. I like the booze business and, unfortunately, so does the rest of the world.

We can't wait to hear your next B.

Gabelli: Body parts! As the population ages, people are dealing with replacement body parts. It is a $38 billion business on a global basis. Knee and hip replacements are $14 billion. Spine parts are $9 billion. Trauma-related replacements are another $5.5 billion. My pick is Zimmer Biomet Holdings [ZBH], which makes products for knee replacements, spine surgery, and other uses. The industry is growing by 2%-3% a year. There are 202 million shares outstanding, and the stock trades around $125. Shares jumped recently when a new CEO came on board from Medtronic [MDT]. Zimmer's market cap is $25 billion, and the company has about $10 billion of net debt stemming from its $14 billion purchase of Biomet in June 2015. We expect that Zimmer should earn about $8.50 a share this year, and should do $9.50 next year and $14 over the next three or four years.

Moving on, let's talk about another B—building products. GCP Applied Technologies [GCP] was spun out of W.R. Grace in February 2016. It is based in Cambridge, Mass., and run by Gregory Poling, who has been with the company since 1977. GCP makes chemical additives for concrete and cement. It also makes waterproofing products used in construction. Its chief competitor is a Swiss company, Sika [SIK. Switzerland]. GCP has a transit management program called Verifi that allows it to monitor ready-mix trucks and get everything to the right place at the right time. GCP could generate revenue of about $1.2 billion this year. Earnings could climb in the next three or four years from $1.10 a share to nearly $2. The company has about $195 million in net cash before a year end transaction. Abby talked earlier today about how the tax law will create some background noise in calendar fourth quarter earnings, and that will be the case here.

Meryl Witmer: It's a great company.

Gabelli: You own it?

Witmer: I don't own it now.

Gabelli: CNH Industrial [CNHI], the former Case New Holland, is another construction play. Shares of Caterpillar [CAT] and Deere [DE] have gone up sharply, and appropriately so. CNH hasn't risen as much. CNH has 1.3 billion shares and is trading for $13.75. The company is controlled by Exor, the Agnelli family investment company that also controls Fiat Chrysler Automobiles [FCAU]. Both Deere and CNH under produced agricultural equipment to reduce inventory in the system. If demand stays flat, production will be rising. The construction business is turning around, too. The third part of CNH is Iveco, a European truck maker. It has about 6% of the European heavy duty truck market. Paccar [PCAR], based near Seattle, has 16%. It is logical for Paccar and Iveco to merge because of consolidation elsewhere in the European and U.S. markets. Second, Sergio Marchionne [chairman of CNH and CEO of Fiat Chrysler] spun Ferrari [RACE] out of Fiat Chrysler in 2016. The stock came public at $52, fell sharply, and now trades around $110. My thinking is that his mind set, before he steps down, is to do a transaction with Iveco. CNH earnings could go from 65 cents a share in 2018 to $1.25 by 2021-22. The stock could trade for 16 times those earnings, and you make a 50% profit in the next three years.

We'd take it.

Gabelli: Looking at intermodal transportation in the U.S., more than 71% is trucking, 13% is rails, 11% is pipelines, and 6% is inland waterways. There has been a surge in demand for truck components. In December alone, there was a 37% increase in Class 8 truck orders. Paccar, which makes two truck brands, Kenworth and Peterbilt, participated fully in that. I am recommending Paccar, as well. The stock is selling for $74. The company has a great balance sheet. It has been around a long time. The size of the Class 8 market in the U.S. could rise dramatically in the next 12 months. Europe will hold its own, and Latin America will do well. Paccar could report earnings of $4.40 a share for 2017. This year, they could do $5.10 to $5.20, and for 2019 our estimate is for $6.20 per share. I like both stocks as part of an infrastructure play.

My next B is business jets, and the company is Textron [TXT]. It has 263 million shares. Cessna is Textron's business jet brand. It introduced a new plane, the Cessna Citation Latitude, in 2015, and it has been doing extremely well. Next up is the Cessna Citation Longitude. Textron also owns Bell Helicopter, and makes aircraft parts and industrial products.

The big question I have about Textron is this: Boeing [BA] put an arm around Embraer [ERJ] the other day. [The U.S. and Brazilian aircraft makers are discussing a possible merger.] Textron has put a lot of money into the Scorpion, an ISR/Strike [Intelligence Surveillance Reconnaissance] jet used by the military. It is faster than a turboprop. Embraer makes a turboprop known as the A-29 Super Tucano. The U.S. Air Force seems ready to sign a contract for 300 new planes, and the Scorpion, which costs $20 million, is efficient and highly desired by the people who fly these things in combat. If Boeing buys Embraer, given its political clout, it is going to try to convince the Air Force to buy the Tucano instead.

MARIO GABELLI'S PICKS

Company	Ticker	Price 1/5/2018
Madison Square Garden	MSG	$212.87
Liberty Braves Group	BATRA	$22.27
MGM Resorts International	MGM	$33.89
Davide Campari-Milano	CPR.Italy	€6.36
Zimmer Biomet Holdings	ZBH	$125.98
CNH Industrial	CNHI	$14.05
GCP Applied Technologies	GCP	$33.60
Paccar	PCAR	$75.10
Textron	TXT	$58.50
Energizer Holdings	ENR	$51.59

Source: Bloomberg

And if Boeing succeeds?

Gabelli: Work in progress. For the data purists among you, there are 21,350 commercial and 36,700 business aircraft in the worldwide fleet. The Chinese own comparatively few. At some point, will the Chinese market open up? Textron, based in Providence, R.I., and run by Scott Donnelly, is an interesting play on global aviation. My last B is Energizer Holdings [ENR], the battery maker that was spun out of Edgewell Personal Care [EPC] in July 2015. Batteries are a $6 billion business globally. There is no growth. Duracell was bought by Berkshire Hathaway [BRK.A]. Spectrum Brands Holdings [SPB] is looking to sell its Rayovac unit. [After the Roundtable, Energizer announced its intention to buy Rayovac for $2 billion.] Meanwhile, the price of zinc, a major ingredient in batteries, has gone from 60 cents a pound to $1.30 in recent years. Energizer has a terrific management team. Last summer, the CEO of Post Holdings [POST], another company I have sometimes recommended, joined the board.

Energizer generates half its revenue overseas. The euro is strengthening against the dollar, as is the pound. Many companies will get a tailwind from currency translation. The stock is trading for $50, and earnings should rise sharply in the next three years.

You haven't said much today about media consolidation, one of your specialties. Any thoughts?

Gabelli: Let's look at 21st Century Fox [FOX] and Disney [DIS]. Everyone thinks Rupert Murdoch [executive chairman of Fox and Barron's parent, News Corp (NWS)] will sell much of 21st Century Fox to Disney and become a passive investor. But zebras don't change their stripes. Murdoch and his related interests, which I have followed for 40-odd years, will have about 100 million, or $11 billion worth, of Disney shares. This is a win-win for Disney and for Rupert.

Thank you, Mario.

Mario J. Gabelli is the Chairman and Chief Investment Officer — Value Portfolios of GAMCO Investors, Inc. and Portfolio Manager of various investment products at the firm. The securities mentioned in the article are not representative of any portfolio, and the views expressed are subject to change at any time. As of December 31, 2017, the Equity Income Fund owned 0.2% of Madison Square Garden Company, 0.5% of Davide Campari, 0.5% of Textron, 0.2% of Energizer Holdings, 0.7% of Viacom, 0.2% of Herc Holdings, 0.5% of Mueller Water Products, 0.2% of MGM Resorts International, 0.4% of Zimmer Biomet Holdings, 0.2% of Paccar and 0.7% of Viacom.

Investors should carefully consider the investment objectives, risks, sales charges and expense of the Fund before investing. The prospectuses contain information about these and other matters and should be read carefully before investing.

For more information, visit our website: www.gabelli.com or call:
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Minimum Initial Investment – $1,000

The Fund's minimum initial investment for regular accounts is $1,000. There are no subsequent investment minimums. No initial minimum is required for those establishing an Automatic Investment Plan. Additionally, the Fund and other Gabelli/GAMCO Funds are available through the no-transaction fee programs at many major brokerage firms. The Fund imposes a 2% redemption fee on shares sold or exchanged within seven days after the date of purchase. See the prospectuses for more details.

www.gabelli.com

Please visit us on the Internet. Our homepage at www.gabelli.com contains information about GAMCO Investors, Inc., the Gabelli/GAMCO Mutual Funds, IRAs, 401(k)s, current and historical quarterly reports, closing prices, and other current news. We welcome your comments and questions via e-mail at info@gabelli.com.

The Fund's daily NAVs are available in the financial press and each evening after 7:00 PM (Eastern Time) by calling 800-GABELLI (800-422-3554). Please call us during the business day, between 8:00 AM – 7:00 PM (Eastern Time), for further information.

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We are pleased to offer electronic delivery of Gabelli fund documents. Direct shareholders of our mutual funds can elect to receive their Annual and Semiannual Reports, Manager Commentaries, and Prospectus via e-delivery. For more information or to sign up for e-delivery, please visit our website at www.gabelli.com.

Multi-Class Shares

The Gabelli Equity Income Fund began offering additional classes of Fund shares on December 31, 2003. Class AAA Shares are no-load shares offered directly through selected broker/dealers. Class A, Class C, and Class T Shares are targeted to the needs of investors who seek advice through financial consultants. Class I Shares are available directly through the Fund's distributor or brokers that have entered into selling agreements specifically with respect to Class I Shares. The Board of Directors determined that expanding the types of Fund shares available through various distribution options will enhance the ability of the Fund to attract additional investors.

Portfolio Manager Biography

Mario J. Gabelli, CFA, is Chairman, Chief Executive Officer, and Chief Investment Officer – Value Portfolios of GAMCO Investors, Inc. that he founded in 1977, and Chief Investment Officer – Value Portfolios of Gabelli Funds, LLC and GAMCO Asset Management Inc. He is also Executive Chairman of the Board of Directors of Associated Capital Group, Inc. Mr. Gabelli is a summa cum laude graduate of Fordham University and holds an MBA degree from Columbia Business School, and Honorary Doctorates from Fordham University and Roger Williams University.

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GABELLI
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THE GABELLI EQUITY INCOME FUND

Shareholder Commentary
December 31, 2017

The Gabelli Equity Income Fund

First Quarter Report — December 31, 2017

Mario J. Gabelli, CFA
Portfolio Manager

To Our Shareholders,

For the quarter ended December 31, 2017, the net asset value ("NAV") per Class AAA Share of The Gabelli Equity Income Fund increased 4.2% compared with an increase of 6.6% for the Standard & Poor's ("S&P") 500 Index. See below for additional performance information.

Enclosed is the schedule of investments as of December 31, 2017.

Comparative Results

Average Annual Returns through December 31, 2017 (a)(b) (Unaudited)

	Quarter	1 Year	5 Year	10 Year	15 Year	Since Inception (01/02/92)
Class AAA (GABEX)	4.23%	15.12%	11.01%	6.66%	9.34%	10.07%
S&P 500 Index	6.64	21.83	15.79	8.50	9.92	9.61(c)
Nasdaq Composite Index	6.57	29.80	19.50	11.35	12.81	9.94(c)
Lipper Equity Income Fund Average	5.51	16.43	12.98	6.96	8.91	8.66
Class A (GCAEX)	4.21	15.10	11.01	6.66	9.33	10.06
With sales charge (d)	(1.78)	8.48	9.70	6.03	8.90	9.81
Class C (GCCEX)	4.05	14.28	10.19	5.87	8.58	9.63
With contingent deferred sales charge (e)	3.05	13.28	10.19	5.87	8.58	9.63
Class I (GCIEX)	4.28	15.38	11.29	6.94	9.52	10.17
Class T (GCTEX)	4.19	15.07	11.00	6.66	9.33	10.06
With sales charge (f)	1.59	12.19	10.44	6.39	9.15	9.89

In the current prospectuses dated January 26, 2018, the expense ratios for Class AAA, A, C, I, and T Shares are 1.39%, 1.39%, 2.14%, 1.14%, and 1.39%, respectively. Class AAA and Class I Shares do not have a sales charge. The maximum sales charge for Class A Shares, Class C Shares, and Class T Shares is 5.75%, 1.00%, and 2.50%, respectively.

(a) *Returns represent past performance and do not guarantee future results. Total returns and average annual returns reflect changes in share price, reinvestment of distributions, and are net of expenses. Investment returns and the principal value of an investment will fluctuate. When shares are redeemed, they may be worth more or less than their original cost. Current performance may be lower or higher than the performance data presented. Visit www.gabelli.com for performance information as of the most recent month end. The Fund imposes a 2% redemption fee on shares sold or exchanged within seven days of purchase. Performance returns for periods of less than one year are not annualized. Investors should carefully consider the investment objectives, risks, charges, and expenses of the Fund before investing. The prospectuses contain information about these and other matters and should be read carefully before investing. To obtain a prospectus, please visit our website at www.gabelli.com. The Class AAA Share NAVs 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 of the Class A Shares, Class C Shares, and Class T Shares would have been lower due to the additional fees and expenses associated with these classes of shares. The actual performance of the Class I Shares would have been higher due to lower expenses related to this class of shares. The S&P 500 Index is a market capitalization weighted index of 500 large capitalization stocks commonly used to represent the U.S. equity market. The Nasdaq Composite Index is an unmanaged indicator of stock market performance. The Lipper Equity Income Fund Average includes the 30 largest equity funds in this category tracked by Lipper, Inc. Dividends are considered reinvested, except for the Nasdaq Composite Index. You cannot invest directly in an index.*

(b) The Fund's fiscal year ends September 30.

(c) S&P 500 Index and Nasdaq Composite Index since inception performance are as of December 31, 1991.

(d) Performance results include the effect of the maximum 5.75% sales charge at the beginning of the period.

(e) Assuming payment of the 1% maximum contingent deferred sales charge imposed on redemptions made within one year of purchase.

(f) Performance results include the effect of the maximum 2.50% sales charge at the beginning of the period.

The Gabelli Equity Income Fund
Schedule of Investments — December 31, 2017 (Unaudited)

Shares		Market Value
	COMMON STOCKS — 99.3%	
	Aerospace — 2.1%	
64,000	Aerojet Rocketdyne Holdings Inc.†	$ 1,996,800
2,000	Lockheed Martin Corp.	642,100
10,000	Raytheon Co.	1,878,500
68,000	Rockwell Automation Inc.	13,351,800
2,000	Rockwell Collins Inc.	271,240
900,000	Rolls-Royce Holdings plc	10,292,172
42,550,000	Rolls-Royce Holdings plc, Cl. C†(a)	57,449
		28,490,061
	Agriculture — 0.3%	
90,000	Archer-Daniels-Midland Co.	3,607,200
12,000	The Mosaic Co.	307,920
		3,915,120
	Automotive — 0.7%	
165,000	Navistar International Corp.†	7,075,200
30,000	PACCAR Inc.	2,132,400
		9,207,600
	Automotive: Parts and Accessories — 2.5%	
152,000	Dana Inc.	4,865,520
305,000	Genuine Parts Co.	28,978,050
13,000	Modine Manufacturing Co.†	262,600
1,200	O'Reilly Automotive Inc.†	288,648
15,000	Tenneco Inc.	878,100
		35,272,918
	Aviation: Parts and Services — 0.4%	
50,000	Arconic Inc.	1,362,500
29,000	United Technologies Corp.	3,699,530
		5,062,030
	Broadcasting — 2.1%	
347,000	CBS Corp., Cl. A, Voting	20,590,980
65,575	Liberty Global plc, Cl. A†	2,350,208
150,000	Liberty Global plc, Cl. C†	5,076,000
36,000	MSG Networks Inc., Cl. A†	729,000
		28,746,188
	Building and Construction — 1.6%	
186,000	Fortune Brands Home & Security Inc.	12,729,840
47,500	Herc Holdings Inc.†	2,973,975
178,000	Johnson Controls International plc	6,783,580
		22,487,395
	Business Services — 2.0%	
37,000	Automatic Data Processing Inc.	4,336,030
24,000	Diebold Nixdorf Inc.	392,400
97,000	Mastercard Inc., Cl. A	14,681,920
2,000	MSC Industrial Direct Co. Inc., Cl. A	193,320
40,000	Pentair plc	2,824,800
30,000	S&P Global Inc.	5,082,000
4,000	Vectrus Inc.†	$ 123,400
		27,633,870
	Cable and Satellite — 1.0%	
10,000	AMC Networks Inc., Cl. A†	540,800
165,000	DISH Network Corp., Cl. A†	7,878,750
16,000	EchoStar Corp., Cl. A†	958,400
6,000	Liberty Global plc LiLAC, Cl. A†	120,900
13,692	Liberty Global plc LiLAC, Cl. C†	272,334
54,000	Scripps Networks Interactive Inc., Cl. A	4,610,520
		14,381,704
	Communications Equipment — 0.2%	
72,500	Corning Inc.	2,319,275
	Computer Hardware — 1.0%	
21,000	Apple Inc.	3,553,830
65,000	International Business Machines Corp.	9,972,300
		13,526,130
	Computer Software and Services — 1.3%	
10,000	CDK Global Inc.	712,800
91,000	Fidelity National Information Services Inc.	8,562,190
280,000	Hewlett Packard Enterprise Co.	4,020,800
50,000	Microsoft Corp.	4,277,000
23,000	NetScout Systems Inc.†	700,350
		18,273,140
	Consumer Products — 5.3%	
44,000	Altria Group Inc.	3,142,040
70,000	Edgewell Personal Care Co.†	4,157,300
60,000	Energizer Holdings Inc.	2,878,800
25,000	Essity AB, Cl. A†	706,135
2,000	National Presto Industries Inc.	198,900
50,000	Philip Morris International Inc.	5,282,500
78,000	Reckitt Benckiser Group plc	7,286,501
25,000	Svenska Cellulosa AB, Cl. A	289,525
940,000	Swedish Match AB	37,035,755
94,000	The Procter & Gamble Co	8,636,720
75,000	Unilever NV - NY Shares	4,224,000
		73,838,176
	Consumer Services — 0.1%	
3,500	Allegion plc	278,460
38,000	Rollins Inc.	1,768,140
		2,046,600
	Diversified Industrial — 4.7%	
90,000	Crane Co.	8,029,800
78,000	Eaton Corp. plc	6,162,780
470,000	General Electric Co.	8,201,500
120,000	Honeywell International Inc.	18,403,200
50,000	ITT Inc.	2,668,500
50,000	Jardine Matheson Holdings Ltd.	3,037,500
180,000	Jardine Strategic Holdings Ltd.	7,124,400

See accompanying notes to schedule of investments.

Shares		Market Value
	COMMON STOCKS (Continued)	
	Diversified Industrial (Continued)	
120,000	Textron Inc.	$ 6,790,800
340,000	Toray Industries Inc.	3,206,124
37,000	Trinity Industries Inc.	1,386,020
		65,010,624
	Electronics — 1.0%	
45,000	Sony Corp.	2,030,042
85,000	Sony Corp., ADR	3,820,750
68,000	TE Connectivity Ltd.	6,462,720
10,000	Texas Instruments Inc.	1,044,400
		13,357,912
	Energy and Utilities: Electric — 0.4%	
10,000	American Electric Power Co. Inc.	735,700
6,300	Avangrid Inc.	318,654
45,000	El Paso Electric Co.	2,490,750
50,000	Korea Electric Power Corp.,, ADR†	885,500
200,000	Texas Competitive Electric Holdings Co. LLC, Escrow†(a)	0
105,000	The AES Corp.	1,137,150
		5,567,754
	Energy and Utilities: Integrated — 0.7%	
180,000	Energy Transfer Equity LP	3,106,800
29,000	Eni SpA	480,179
13,000	Eversource Energy	821,340
6,500	Iberdrola SA, ADR	201,077
63,000	OGE Energy Corp.	2,073,330
59,000	PNM Resources Inc.	2,386,550
		9,069,276
	Energy and Utilities: Natural Gas — 1.3%	
1,200	Atmos Energy Corp.	103,068
200,000	National Fuel Gas Co.	10,982,000
15,000	ONE Gas Inc.	1,098,900
91,000	ONEOK Inc.	4,863,950
12,000	Southwest Gas Holdings Inc.	965,760
		18,013,678
	Energy and Utilities: Oil — 3.3%	
127,000	Anadarko Petroleum Corp.	6,812,280
100,000	Chevron Corp.	12,519,000
70,000	ConocoPhillips	3,842,300
39,000	Devon Energy Corp.	1,614,600
58,000	Exxon Mobil Corp.	4,851,120
96,000	Hess Corp.	4,557,120
22,000	Marathon Petroleum Corp.	1,451,560
44,000	Occidental Petroleum Corp.	3,241,040
2,000	PetroChina Co. Ltd., ADR	139,880
90,000	Royal Dutch Shell plc, Cl. A, ADR	6,003,900
17,000	TOTAL SA, ADR	$ 939,760
		45,972,560
	Energy and Utilities: Services — 1.4%	
340,000	Halliburton Co.	16,615,800
93,000	Oceaneering International Inc.	1,966,020
12,000	Schlumberger Ltd.	808,680
		19,390,500
	Energy and Utilities: Water — 0.2%	
16,000	Aqua America Inc.	627,680
80,000	Severn Trent plc	2,335,215
		2,962,895
	Entertainment — 1.3%	
120,000	Grupo Televisa SAB, ADR	2,240,400
12,000	The Madison Square Garden Co, Cl. A†	2,530,200
110,000	Twenty-First Century Fox Inc., Cl. B	3,753,200
292,000	Viacom Inc., Cl. A	10,190,800
		18,714,600
	Environmental Services — 1.0%	
50,000	Republic Services Inc.	3,380,500
120,000	Waste Management Inc.	10,356,000
		13,736,500
	Equipment and Supplies — 1.9%	
36,000	A.O. Smith Corp.	2,206,080
16,346	Danaher Corp.	1,517,236
179,000	Flowserve Corp.	7,541,270
60,000	Graco Inc.	2,713,200
11,000	Ingersoll-Rand plc	981,090
22,000	Minerals Technologies Inc.	1,514,700
178,000	Mueller Industries Inc.	6,306,540
16,000	Parker-Hannifin Corp.	3,193,280
15,000	Tenaris SA, ADR	477,900
		26,451,296
	Financial Services — 20.6%	
6,500	Alleghany Corp.†	3,874,585
145,000	AllianceBernstein Holding LP	3,632,250
95,000	American Express Co.(b)	9,434,450
95,000	American International Group Inc.	5,660,100
25,000	Argo Group International Holdings Ltd.	1,541,250
5,195	Banco Santander Chile, ADR	162,448
93,000	Banco Santander SA, ADR	608,220
335,000	Bank of America Corp.	9,889,200
13,056	BNP Paribas SA	975,158
245,000	Citigroup Inc.	18,230,450
30,000	Dundee Corp., Cl. A†	60,382
37,000	Eaton Vance Corp.	2,086,430
100,000	Federated Investors Inc., Cl. B	3,608,000
34,000	Fidelity Southern Corp.	741,200
75,000	H&R Block Inc.	1,966,500

See accompanying notes to schedule of investments.

The Gabelli Equity Income Fund
Schedule of Investments (Continued) — December 31, 2017 (Unaudited)

Shares		Market Value
	COMMON STOCKS (Continued)	
	Financial Services (Continued)	
50,000	Interactive Brokers Group Inc., Cl. A	$ 2,960,500
35,000	JPMorgan Chase & Co.	3,742,900
70,000	Julius Baer Group Ltd.	4,281,389
27,000	Kemper Corp.	1,860,300
90,100	Kinnevik AB, Cl. A	3,142,423
19,000	Kinnevik AB, Cl. B	642,282
170,000	Legg Mason Inc.	7,136,600
15,000	Leucadia National Corp.	397,350
103,000	Loews Corp.	5,153,090
118,000	M&T Bank Corp.	20,176,820
291,000	Marsh & McLennan Companies Inc.	23,684,490
190,000	Morgan Stanley	9,969,300
185,000	Navient Corp.	2,464,200
58,000	Och-Ziff Capital Management Group LLC, Cl. A.	145,000
38,000	Oritani Financial Corp.	623,200
40,000	Popular Inc.	1,419,600
265,000	SLM Corp.†	2,994,500
160,000	State Street Corp.	15,617,600
275,000	Sterling Bancorp	6,765,000
12,000	SunTrust Banks Inc.	775,080
14,000	T. Rowe Price Group Inc.	1,469,020
100,000	TD Ameritrade Holding Corp.	5,113,000
785,000	The Bank of New York Mellon Corp.	42,280,100
3,000	The Dun & Bradstreet Corp.	355,230
18,500	The Goldman Sachs Group Inc.	4,713,060
105,000	The Hartford Financial Services Group Inc.	5,909,400
103,000	The PNC Financial Services Group Inc.	14,861,870
15,000	The Travelers Companies Inc.	2,034,600
32,000	W. R. Berkley Corp.	2,292,800
91,000	Waddell & Reed Financial Inc., Cl. A	2,032,940
471,000	Wells Fargo & Co.	28,575,570
		286,059,837
	Food and Beverage — 16.7%	
1,000	Ajinomoto Co. Inc.	18,824
1,000	Anheuser-Busch InBev SA/NV	111,742
350,000	Brown-Forman Corp., Cl. A	23,534,000
164,000	Campbell Soup Co.	7,890,040
80,000	Coca-Cola Amatil Ltd., ADR	532,000
20,000	Coca-Cola European Partners plc	797,000
14,500	Coca-Cola Femsa SAB de CV, ADR	1,009,490
7,700	Constellation Brands Inc., Cl. A	1,759,989
110,000	Danone SA	9,232,218
900,000	Davide Campari-Milano SpA	6,959,709
93,000	Diageo plc, ADR	13,580,790
45,000	Dr Pepper Snapple Group Inc.	4,367,700
123,000	Fomento Economico Mexicano SAB de CV, ADR	11,549,700
200,000	General Mills Inc.	11,858,000
2,650,000	Grupo Bimbo SAB de CV, Cl. A	5,872,117
136,000	Heineken NV	14,185,160
17,000	Heineken NV, ADR	$ 886,040
200,000	ITO EN Ltd.	7,881,074
35,500	Kellogg Co.	2,413,290
2,000	McCormick & Co. Inc., Cl. V	204,480
28,000	McCormick & Co. Inc., Non-Voting	2,853,480
586,000	Mondelēz International Inc., Cl. A	25,080,800
115,000	Nestlé SA	9,889,681
65,000	Nestlé SA, ADR	5,588,050
95,000	Nissin Foods Holdings Co. Ltd.	6,938,984
3,000,000	Parmalat SpA	11,158,572
100,000	PepsiCo Inc.	11,992,000
45,000	Pernod Ricard SA	7,124,388
58,000	Remy Cointreau SA	8,037,771
36,000	Sapporo Holdings Ltd.	1,102,285
65,000	The Kraft Heinz Co.	5,054,400
74,000	The Coca-Cola Co.	3,395,120
1,000	The Hershey Co.	113,510
64,000	Tootsie Roll Industries Inc.	2,329,600
2,000	Tyson Foods Inc., Cl. A	162,140
85,000	Yakult Honsha Co. Ltd.	6,412,248
		231,876,392
	Health Care — 8.9%	
10,000	Abbott Laboratories	570,700
10,000	AbbVie Inc.	967,100
31,000	Aetna Inc.	5,592,090
4,000	Allergan plc	654,320
78,000	Baxter International Inc.	5,041,920
11,100	Bio-Rad Laboratories Inc., Cl. A†	2,649,237
28,000	Boston Scientific Corp.†	694,120
298,000	Bristol-Myers Squibb Co.	18,261,440
91,000	Eli Lilly & Co.	7,685,860
12,000	Express Scripts Holding Co.†	895,680
13,000	GlaxoSmithKline plc, ADR	461,110
40,000	Henry Schein Inc.†	2,795,200
60,000	Johnson & Johnson	8,383,200
235,000	Merck & Co. Inc.	13,223,450
203,500	Novartis AG, ADR	17,085,860
210,000	Patterson Cos., Inc.	7,587,300
280,000	Pfizer Inc.	10,141,600
60,000	Roche Holding AG, ADR	1,894,800
23,000	Roche Holding AG, Genusschein	5,818,154
82,000	William Demant Holding A/S†	2,292,939
61,854	Wright Medical Group NV†	1,373,159
50,000	Zimmer Biomet Holdings Inc.	6,033,500
55,000	Zoetis Inc.	3,962,200
		124,064,939
	Hotels and Gaming — 0.4%	
7,500	Las Vegas Sands Corp.	521,175
75,000	MGM Resorts International	2,504,250

See accompanying notes to schedule of investments.

Shares		Market Value
	COMMON STOCKS (Continued)	
	Hotels and Gaming (Continued)	
16,500	Wynn Resorts Ltd.	$ 2,781,735
		5,807,160
	Machinery — 1.2%	
6,000	Caterpillar Inc.	945,480
79,500	Deere & Co.	12,442,545
53,000	Xylem Inc.	3,614,600
		17,002,625
	Metals and Mining — 0.9%	
205,000	Freeport-McMoRan Inc.†	3,886,800
233,000	Newmont Mining Corp.	8,742,160
		12,628,960
	Paper and Forest Products — 0.0%	
11,000	International Paper Co.	637,340
	Publishing — 0.0%	
3,000	Value Line Inc.	58,050
	Real Estate — 0.0%	
10,049	Griffin Industrial Realty Inc.	368,798
	Real Estate Investment Trusts — 1.0%	
45,000	Ryman Hospitality Properties Inc.	3,105,900
313,000	Weyerhaeuser Co.	11,036,380
		14,142,280
	Retail — 5.7%	
16,000	Compagnie Financiere Richemont SA	1,449,843
49,000	Copart Inc.†	2,116,310
63,000	Costco Wholesale Corp.	11,725,560
272,000	CVS Health Corp.	19,720,000
97,200	Ingles Markets Inc., Cl. A	3,363,120
450,000	J.C. Penney Co. Inc.†	1,422,000
410,000	Macy's Inc.	10,327,900
90,000	Seven & i Holdings Co. Ltd.	3,740,581
81,000	The Home Depot Inc.	15,351,930
25,000	Tractor Supply Co.	1,868,750
93,000	Walgreens Boots Alliance Inc.	6,753,660
10,000	Wal-Mart Stores Inc.	987,500
10,000	Weis Markets Inc.	413,900
		79,241,054
	Specialty Chemicals — 1.2%	
10,500	Albemarle Corp.	1,342,845
4,000	Ashland Global Holdings Inc.	284,800
75,000	Ferro Corp.†	1,769,250
8,000	FMC Corp.	757,280
46,000	H.B. Fuller Co.	2,478,020
48,000	International Flavors & Fragrances Inc.	7,325,280
2,400	NewMarket Corp.	953,736
1,000	Quaker Chemical Corp.	150,790
3,000	Sensient Technologies Corp.	219,450
20,000	The Chemours Co.	$ 1,001,200
15,000	Valvoline Inc.	375,900
		16,658,551
	Telecommunications — 3.5%	
2,000	AT&T Inc.	77,760
265,000	BCE Inc.	12,722,650
32,000	BT Group plc, ADR	583,040
18,000	Cincinnati Bell Inc.†	375,300
260,000	Deutsche Telekom AG, ADR	4,591,860
8,500	Harris Corp.	1,204,025
33,000	Loral Space & Communications Inc.†	1,453,650
20,000	Orange SA, ADR	348,000
47,000	Proximus SA	1,542,343
45,010	Telefonica SA, ADR	435,697
292,400	Telephone & Data Systems Inc.	8,128,720
24,000	TELUS Corp.	909,212
25,000	TELUS Corp., New York	946,750
277,000	Verizon Communications Inc.	14,661,610
		47,980,617
	Transportation — 0.6%	
142,500	GATX Corp.	8,857,800
	Wireless Communications — 0.8%	
6,000	Millicom International Cellular SA	404,460
35,000	Millicom International Cellular SA, SDR	2,363,741
228,000	NTT DoCoMo Inc.	5,384,584
44,000	Turkcell Iletisim Hizmetleri A/S, ADR	448,800
39,846	United States Cellular Corp.†	1,499,405
35,000	Vodafone Group plc, ADR	1,116,500
		11,217,490
	TOTAL COMMON STOCKS	1,380,049,695
	CLOSED-END FUNDS — 0.6%	
120,000	Altaba Inc.†	8,382,000
	CONVERTIBLE PREFERRED STOCKS — 0.1%	
	Telecommunications — 0.1%	
24,000	Cincinnati Bell Inc., 6.750%, Ser. B	1,224,000
	RIGHTS — 0.0%	
	Retail — 0.0%	
250,017	Safeway Casa Ley, CVR†	133,759
250,017	Safeway PDC, CVR†	3,750
		137,509
	TOTAL RIGHTS	137,509

See accompanying notes to schedule of investments.

Shares		Market Value
	WARRANTS — 0.0%	
	Retail — 0.0%	
105	Sears Holdings Corp., expire 12/15/19†	$ 37
	TOTAL INVESTMENTS — 100.0%	
	(Cost $622,157,598)	$1,389,793,241

(a) Security is valued using significant unobservable inputs and is classified as Level 3 in the fair value hierarchy.

(b) Securities, or a portion thereof, with a value of $2,482,750 were deposited with Pershing LLC as collateral.

† Non-income producing security.

ADR American Depositary Receipt
CVR Contingent Value Right
SDR Swedish Depositary Receipt

See accompanying notes to schedule of investments.

As an investment company, the Fund follows the investment company accounting and reporting guidance, which is part of U.S. generally accepted accounting principles ("GAAP") that may require the use of management estimates and assumptions in the preparation of its schedule of investments. Actual results could differ from those estimates. The following is a summary of significant accounting policies followed by the Fund in the preparation of its schedule of investments.

Security Valuation. Portfolio securities listed or traded on a nationally recognized securities exchange or traded in the U.S. over-the-counter market for which market quotations are readily available are valued at the last quoted sale price or a market's official closing price as of the close of business on the day the securities are being valued. If there were no sales that day, the security is valued at the average of the closing bid and asked prices or, if there were no asked prices quoted on that day, then the security is valued at the closing bid price on that day. If no bid or asked prices are quoted on such day, the security is valued at the most recently available price or, if the Board of Directors (the "Board") so determines, by such other method as the Board shall determine in good faith to reflect its fair market value. Portfolio securities traded on more than one national securities exchange or market are valued according to the broadest and most representative market, as determined by Gabelli Funds, LLC (the "Adviser").

Portfolio securities primarily traded on a foreign market are generally valued at the preceding closing values of such securities on the relevant market, but may be fair valued pursuant to procedures established by the Board if market conditions change significantly after the close of the foreign market, but prior to the close of business on the day the securities are being valued. Debt obligations for which market quotations are readily available are valued at the average of the latest bid and asked prices. If there were no asked prices quoted on such day, the security is valued using the closing bid price, unless the Board determines such amount does not reflect the securities' fair value, in which case these securities will be fair valued as determined by the Board. Certain securities are valued principally using dealer quotations. Futures contracts are valued at the closing settlement price of the exchange or board of trade on which the applicable contract is traded. OTC futures and options on futures for which market quotations are readily available will be valued by quotations received from a pricing service or, if no quotations are available from a pricing service, by quotations obtained from one or more dealers in the instrument in question by the Adviser.

Securities and assets for which market quotations are not readily available are fair valued as determined by the Board. Fair valuation methodologies and procedures may include, but are not limited to: analysis and review of available financial and non-financial information about the company; comparisons with the valuation and changes in valuation of similar securities, including a comparison of foreign securities with the equivalent U.S. dollar value American Depositary Receipt securities at the close of the U.S. exchange; and evaluation of any other information that could be indicative of the value of the security.

The inputs and valuation techniques used to measure fair value of the Fund's investments are summarized into three levels as described in the hierarchy below:

- Level 1 — quoted prices in active markets for identical securities;
- Level 2 — other significant observable inputs (including quoted prices for similar securities, interest rates, prepayment speeds, credit risk, etc.); and
- Level 3 — significant unobservable inputs (including the Board's determinations as to the fair value of investments).

A financial instrument's level within the fair value hierarchy is based on the lowest level of any input both individually and in the aggregate that is significant to the fair value measurement. The inputs or methodology used for valuing securities are not necessarily an indication of the risk associated with investing in those securities. The summary of the Fund's investments in securities by inputs used to value the Fund's investments as of December 31, 2017 is as follows:

	Valuation Inputs			
	Level 1 Quoted Prices	Level 2 Other Significant Observable Inputs	Level 3 Other Significant Observable Inputs	Total Market Value at 12/31/17
INVESTMENTS IN SECURITIES:				
ASSETS (Market Value):				
Common Stocks:				
Aerospace	$ 28,432,612	—	$57,449	$ 28,490,061
Energy and Utilities: Electric	5,567,754		0	5,567,754
Food and Beverage	231,671,912	$204,480	—	231,876,392
Other Industries (a)	1,114,115,488	—	—	1,114,115,488
Total Common Stocks	1,379,787,766	204,480	57,449	1,380,049,695
Closed-End Funds	8,382,000	—	—	8,382,000
Convertible Preferred Stocks (a)	1,224,000		—	1,224,000
Rights (a)	—	$137,509	—	137,509
Warrants (a)	37	—	—	37
TOTAL INVESTMENTS IN SECURITIES – ASSETS	$1,389,393,803	$341,989	$57,449	$1,389,793,241

(a) Please refer to the Schedule of Investments for the industry classifications of these portfolio holdings.

Additional Information to Evaluate Qualitative Information.

General. The Fund uses recognized industry pricing services – approved by the Board and unaffiliated with the Adviser – to value most of its securities, and uses broker quotes provided by market makers of securities not valued by these and other recognized pricing sources. Several different pricing feeds are received to value domestic equity securities, international equity securities, preferred equity securities, and fixed income securities. The data within these feeds are ultimately sourced from major stock exchanges and trading systems where these securities trade. The prices supplied by external sources are checked by obtaining quotations or actual transaction prices from market participants. If a price obtained from the pricing source is deemed unreliable, prices will be sought from another pricing service or from a broker/dealer that trades that security or similar securities.

Fair Valuation. Fair valued securities may be common or preferred equities, warrants, options, rights, or fixed income obligations. Where appropriate, Level 3 securities are those for which market quotations are not available, such as securities not traded for several days, or for which current bids are not available, or which are restricted as to transfer. When fair valuing a security, factors to consider include recent prices of comparable securities that are publicly traded, reliable prices of securities not publicly traded, the use of valuation models, current analyst reports, valuing the income or cash flow of the issuer, or cost if the preceding factors do not apply. A significant change in the unobservable inputs could result in a lower or higher value in Level 3 securities. The circumstances of Level 3 securities are frequently monitored to determine if fair valuation measures continue to apply.

The Adviser reports quarterly to the Board the results of the application of fair valuation policies and procedures. These may include backtesting the prices realized in subsequent trades of these fair valued securities to fair values previously recognized.

Derivative Financial Instruments. The Fund may engage in various portfolio investment strategies by investing in derivative financial instruments for the purposes of increasing the income of the Fund, hedging against changes in the value of its portfolio securities and in the value of securities it intends to purchase, or hedging against a specific transaction with respect to either the currency in which the transaction is denominated or another currency. Investing in certain derivative financial instruments, including participation in the options, futures, or swap markets, entails certain execution, liquidity, hedging, tax, and securities, interest, credit, or currency market risks. Losses may arise if the Adviser's prediction of movements in the direction of the securities, foreign currency, and interest rate markets is inaccurate. Losses may also arise if the counterparty does not perform its duties under a contract, or, in the event of default, the Fund may be delayed in or prevented from obtaining payments or other contractual remedies owed to it under derivative contracts. The creditworthiness of the counterparties is closely monitored in order to minimize these risks. Participation in derivative transactions involves investment risks, transaction costs, and potential losses to which the Fund would not be subject absent the use of these strategies. The consequences of these risks, transaction costs, and losses may have a negative impact on the Fund's ability to pay distributions.

The Fund's derivative contracts held at December 31, 2017, if any, are not accounted for as hedging instruments under GAAP and are disclosed in the Schedule of Investments together with the related counterparty.

Options. The Fund may purchase or write call or put options on securities or indices for the purpose of increasing the income of the Fund. As a writer of put options, the Fund receives a premium at the outset and then bears the risk of unfavorable changes in the price of the financial instrument underlying the option. The Fund would incur a loss if the price of the underlying financial instrument decreases between the date the option is written and the date on which the option is terminated. The Fund would realize a gain, to the extent of the premium, if the price of the financial instrument increases between those dates.

As a purchaser of call options, the Fund pays a premium for the right to buy the underlying security at a specified price. The seller of the call has the obligation to sell the underlying security upon exercise at the exercise price. If the price of the underlying security declines, the Fund would realize a loss upon sale or exercise. If the price of the underlying security increases or stays the same, the Fund would realize a gain upon sale or at expiration date, but only to the extent of the premium paid.

As a purchaser of put options, the Fund pays a premium for the right to sell to the seller of the put option the underlying security at a specified price. The seller of the put has the obligation to purchase the underlying security upon exercise at the exercise price. If the price of the underlying security declines, the Fund would realize a gain upon sale or exercise. If the price of the underlying security increases or stays the same, the Fund would realize a loss upon sale or at expiration date, but only to the extent of the premium paid.

If a written call option is exercised, the premium is added to the proceeds from the sale of the underlying security in determining whether there has been a realized gain or loss. If a written put option is exercised, the premium reduces the cost basis of the security. In the case of call options, the exercise prices are referred to as "in-the-money," "at-the-money," and "out-of-the-money," respectively. The Fund may write (a) in-the-money call options when the Adviser expects that the price of the underlying security will remain stable or decline during the option period, (b) at-the-money call options when the Adviser expects that the price of the underlying security will remain stable, decline, or advance moderately during the option period, and (c) out-of-the-money call options when the Adviser expects that the premiums received from writing the call option will be greater than the appreciation in the price of the underlying security above the exercise price. By writing a call option, the Fund limits its opportunity to profit from any increase in the market value of the underlying security above the exercise price of the option. Out-of-the-money, at-the-money, and in-the-money put options (the reverse of call options as to the relation of exercise price to market price) may be utilized in the same market environments that such call options are used in equivalent transactions. At December 31, 2017, the Fund held no option positions.

Securities Sold Short. The Fund may enter into short sale transactions. Short selling involves selling securities that may or may not be owned and, at times, borrowing the same securities for delivery to the purchaser, with an obligation to replace such borrowed securities at a later date. The proceeds received from short sales are recorded as liabilities and the Fund records an unrealized gain or loss to the extent of the difference between the proceeds received and the value of an open short position on the day of determination. The Fund records a realized gain or loss when the short position is closed out. By entering into a short sale, the Fund bears the market risk of an unfavorable change in the price of the security sold short. Dividends on short sales are recorded as an expense by the Fund on the ex-dividend date and interest expense is recorded on the accrual basis. The broker retains collateral for the value of the open positions, which is adjusted periodically as the value of the position fluctuates. At December 31, 2017, there were no short sales outstanding.

Foreign Currency Translations. The books and records of the Fund are maintained in U.S. dollars. Foreign currencies, investments, and other assets and liabilities are translated into U.S. dollars at current exchange rates. Purchases and sales of investment securities, income, and expenses are translated at the exchange rate prevailing on the respective dates of such transactions. Unrealized gains and losses that result from changes in foreign exchange rates and/or changes in market prices of securities have been included in unrealized appreciation/depreciation on investments and foreign currency translations. Net realized foreign currency gains and losses resulting from changes in exchange rates include foreign currency gains and losses between trade date and settlement date on investment securities transactions, foreign currency transactions, and the difference between the amounts of interest and dividends recorded on the books of the Fund and the amounts actually received. The portion of foreign currency gains and losses related to fluctuation in exchange rates between the initial purchase trade date and subsequent sale trade date is included in realized gain/(loss) on investments.

Foreign Securities. The Fund may directly purchase securities of foreign issuers. Investing in securities of foreign issuers involves special risks not typically associated with investing in securities of U.S. issuers. The risks include possible revaluation of currencies, the inability to repatriate funds, less complete financial information about companies, and possible future adverse political and economic developments. Moreover, securities of many foreign issuers and their markets may be less liquid and their prices more volatile than securities of comparable U.S. issuers.

Foreign Taxes. The Fund may be subject to foreign taxes on income, gains on investments, or currency repatriation, a portion of which may be recoverable. The Fund will accrue such taxes and recoveries as applicable, based upon its current interpretation of tax rules and regulations that exist in the markets in which it invests.

Restricted Securities. The Fund may invest up to 15% of its net assets in securities for which the markets are restricted. Restricted securities include securities whose disposition is subject to substantial legal or contractual restrictions. The sale of restricted securities often requires more time and results in higher brokerage charges or dealer discounts and other selling expenses than the sale of securities eligible for trading on national securities exchanges or in the over-the-counter markets. Restricted securities may sell at a price lower than similar securities that are not subject to restrictions on resale. Securities freely saleable among qualified institutional investors under special rules adopted by the SEC may be treated as liquid if they satisfy liquidity standards established by the Board. The continued liquidity of such securities is not as well assured as that of publicly traded securities, and accordingly the Board will monitor their liquidity. At December 31, 2017, the Fund held no restricted securities.

Tax Information. The Fund intends to continue to qualify as a regulated investment company under Subchapter M of the Internal Revenue Code of 1986, as amended.

GABELLI EQUITY INCOME FUND
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Portfolio Manager Biography

Mario J. Gabelli, CFA, is Chairman, Chief Executive Officer, and Chief Investment Officer - Value Portfolios of GAMCO Investors, Inc. that he founded in 1977, and Chief Investment Officer - Value Portfolios of Gabelli Funds, LLC and GAMCO Asset Management Inc. He is also Executive Chairman of Associated Capital Group, Inc. Mr. Gabelli is a summa cum laude graduate of Fordham University and holds an MBA degree from Columbia Business School and Honorary Doctorates from Fordham University and Roger Williams University.

We have separated the portfolio manager's commentary from the financial statements and investment portfolio due to corporate governance regulations stipulated by the Sarbanes-Oxley Act of 2002. We have done this to ensure that the content of the portfolio manager's commentary is unrestricted. Both the commentary and the financial statements, including the portfolio of investments, will be available on our website at www.gabelli.com.

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First Quarter Report
December 31, 2017