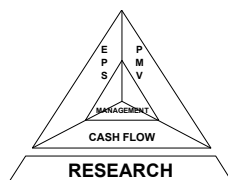


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Gabelli Funds, LLC

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DIVIDEND NOTICE

FOR IMMEDIATE RELEASE

Rye, New York
January 27, 2011

The **Gabelli Equity Income Fund** will pay the following monthly distributions:

<u>Share Class</u>	<u>Distribution Rate Per Share</u>	<u>Record Date</u>	<u>Ex-Dividend, Payment & Reinvestment Date</u>
Class AAA-Fund 444 (GABEX - Nasdaq)	\$0.03	January 26, 2011	January 27, 2011
Class A- Fund 1157 (GCAEX - Nasdaq)	\$0.03	January 26, 2011	January 27, 2011
Class B - Fund 1158 (GCBEX – Nasdaq)	\$0.03	January 26, 2011	January 27, 2011
Class C - Fund 1159 (GCCEX – Nasdaq)	\$0.03	January 26, 2011	January 27, 2011
Class I – Fund 1559 (GCIEX – Nasdaq)	\$0.03	January 26, 2011	January 27, 2011

The source of the distribution is net investment income, capital gains, and a return of capital. Based on current earnings on a book basis, approximately \$0.0062 per share is from net investment income, \$0.0146 is from net realized capital gains, and \$0.0092 per share is a return of capital.

The final determination of the proportion of capital gains, ordinary income, and non-taxable return of capital, if any, distributed in 2011 will be made after year-end. All taxable shareholders will receive written notification regarding the components and tax treatment for all 2011 distributions via Form 1099-DIV.

The Gabelli Equity Income Fund is managed by Gabelli Funds, LLC and distributed by Gabelli & Company, Inc., subsidiaries of GAMCO Investors, Inc. (NYSE :GBL)