

# The Gabelli Dividend & Income Trust

CUSIP # 36242H104

**ATTENTION: IMPORTANT TAX INFORMATION!**  
 2008 DISTRIBUTION ALLOCATIONS  
 Common Shares

To All Shareholders:

Set forth below is the allocation of net investment income, short-term capital gains, long-term capital gains and non-taxable return of capital for the 2008 distributions of the Common Shares of **The Gabelli Dividend & Income Trust**.

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

		\$ PER SHARE												
		JAN.	FEB.	MAR.	APR.	MAY	JUN.	JUL.	AUG.	SEP.	OCT.	NOV.	DEC.	TOTAL
Record Date		01/16/08	02/14/08	03/17/08	04/16/08	05/15/08	06/16/08	07/17/08	08/15/08	09/16/08	10/17/08	11/13/08	12/12/08	
Payment Date		01/25/08	02/25/08	03/25/08	04/24/08	05/23/08	06/24/08	07/25/08	08/25/08	09/24/08	10/27/08	11/21/08	12/17/08	
<b>SOURCE</b>														
Net Investment Income (a)		\$0.0208	\$0.0208	\$0.0241	\$0.0220	\$0.0220	\$0.0242	\$0.0242	\$0.0242	\$0.0242	\$0.0242	\$0.0242	\$0.0242	\$0.2791
Short-Term Capital Gains (a)		\$0.0000	\$0.0000	\$0.0000	\$0.0000	\$0.0000	\$0.0000	\$0.0000	\$0.0000	\$0.0000	\$0.0000	\$0.0000	\$0.0000	\$0.0000
Long-Term Capital Gains (b)		\$0.0012	\$0.0012	\$0.0001	\$0.0000	\$0.0000	\$0.0000	\$0.0000	\$0.0000	\$0.0000	\$0.0000	\$0.0000	\$0.0000	\$0.0025
Return of Capital (c)		\$0.0780	\$0.0780	\$0.0858	\$0.0780	\$0.0780	\$0.0858	\$0.0858	\$0.0858	\$0.0858	\$0.0858	\$0.0858	\$0.0858	\$0.9984
<b>TOTAL</b>		<b>\$0.1000</b>	<b>\$0.1000</b>	<b>\$0.1100</b>	<b>\$0.1000</b>	<b>\$0.1000</b>	<b>\$0.1100</b>	<b>\$0.1100</b>	<b>\$0.1100</b>	<b>\$0.1100</b>	<b>\$0.1100</b>	<b>\$0.1100</b>	<b>\$0.1100</b>	<b>\$1.2800</b>

		PERCENTAGES												
		JAN.	FEB.	MAR.	APR.	MAY	JUN.	JUL.	AUG.	SEP.	OCT.	NOV.	DEC.	TOTAL
<b>SOURCE</b>														
Net Investment Income (a)		20.8000%	20.8000%	21.9091%	22.0000%	22.0000%	22.0000%	22.0000%	22.0000%	22.0000%	22.0000%	22.0000%	22.0000%	21.8047%
Short-Term Capital Gains (a)		0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
Long-Term Capital Gains (b)		1.2000%	1.2000%	0.0909%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.1953%
Return of Capital (c)		78.0000%	78.0000%	78.0000%	78.0000%	78.0000%	78.0000%	78.0000%	78.0000%	78.0000%	78.0000%	78.0000%	78.0000%	78.0000%
<b>TOTAL</b>		<b>100.0000%</b>	<b>100.0000%</b>	<b>100.0000%</b>	<b>100.0000%</b>	<b>100.0000%</b>	<b>100.0000%</b>	<b>100.0000%</b>	<b>100.0000%</b>	<b>100.0000%</b>	<b>100.0000%</b>	<b>100.0000%</b>	<b>100.0000%</b>	<b>100.0000%</b>

Ordinary Dividends and Capital Gains:

100% of the ordinary income (net investment income and short-term capital gains) paid by the Fund in 2008 was classified as "Qualified Dividends" subject to a maximum Federal tax rate of 15% for individual taxable accounts (or 5% depending on an individual's tax bracket). Ordinary income is reported in box 1a and qualified income is reported in box 1b of Form 1099-DIV. Capital gain distributions are subject to a maximum Federal tax rate of 15% for individual taxable accounts (or 5% depending on an individual's tax bracket). Capital gain distributions are reported in box 2a of Form 1099-DIV.

Corporate Dividends Received Deduction and U.S. Government Securities Income:

The percentage of the ordinary income paid by the Fund in 2008 that qualifies for the dividends received deduction available to corporations is 100%. The percentage of the ordinary income paid by the Fund in 2008 that was derived from U.S. Government Securities was 1.03%. The percentage of U.S. Government Securities held by the Fund as of December 31, 2008 was 5.22%. (d)

- (a) Distributions from net investment income and short-term capital gains are taxable as ordinary income and will appear on Form 1099-DIV under Total ordinary dividends in box 1a.
- (b) Taxable as long-term capital gains reportable in column (f), line 13 on Form 1040, Schedule D. Since there were no retained capital gains in 2008, Form 2439 will not be necessary.
- (c) Non-taxable distribution of capital which will appear on Form 1099-DIV under Nondividend distributions in box 3. The tax basis of a shareholder's investment should be reduced by the same amount.
- (d) Certain states require that 50% of the Fund's portfolio be invested in U.S. Government Securities at the end of each calendar quarter to allow "pass-through" treatment of income derived from U.S. Government Securities. The Fund did not meet this strict requirement in 2008.