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GABELLI EQUITY TRUST INC  
Form N-CSRS  
September 06, 2007

UNITED STATES  
SECURITIES AND EXCHANGE COMMISSION  
Washington, D.C. 20549

FORM N-CSR

CERTIFIED SHAREHOLDER REPORT OF REGISTERED MANAGEMENT INVESTMENT COMPANIES

Investment Company Act file number 811-04700  
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The Gabelli Equity Trust Inc.  
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(Exact name of registrant as specified in charter)

One Corporate Center  
Rye, New York 10580-1422  
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(Address of principal executive offices) (Zip code)

Bruce N. Alpert  
Gabelli Funds, LLC  
One Corporate Center  
Rye, New York 10580-1422  
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(Name and address of agent for service)

registrant's telephone number, including area code: 1-800-422-3554  
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Date of fiscal year end: December 31  
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Date of reporting period: June 30, 2007  
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Form N-CSR is to be used by management investment companies to file reports with the Commission not later than 10 days after the transmission to stockholders of any report that is required to be transmitted to stockholders under Rule 30e-1 under the Investment Company Act of 1940 (17 CFR 270.30e-1). The Commission may use the information provided on Form N-CSR in its regulatory, disclosure review, inspection, and policymaking roles.

A registrant is required to disclose the information specified by Form N-CSR, and the Commission will make this information public. A registrant is not required to respond to the collection of information contained in Form N-CSR unless the Form displays a currently valid Office of Management and Budget ("OMB") control number. Please direct comments concerning the accuracy of the information collection burden estimate and any suggestions for reducing the burden to Secretary, Securities and Exchange Commission, 100 F Street, NE, Washington, DC 20549. The OMB has reviewed this collection of information under the clearance requirements of 44 U.S.C. ss. 3507.

ITEM 1. REPORTS TO STOCKHOLDERS.

The Report to Shareholders is attached herewith.

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THE GABELLI EQUITY TRUST INC. AND  
THE GABELLI HEALTHCARE & WELLNESS(RX) TRUST

Semi-Annual Report  
June 30, 2007

TO OUR SHAREHOLDERS,

We are pleased to announce that The Gabelli Equity Trust Inc. (the "Equity Trust") successfully completed its spin-off of The Gabelli Healthcare & Wellness(Rx) Trust (the "Healthcare Trust") on June 28, 2007. On this date, each shareholder of the Equity Trust received one share of the Healthcare Trust for every twenty shares owned of Equity Trust common stock. For news and additional information regarding the spin-off, please visit our website at [www.gabelli.com](http://www.gabelli.com).

Due to the spin-off's completion immediately prior to quarter end, we have combined the Equity Trust's semi-annual report for the six months ended June 30, 2007 with the Healthcare Trust's initial report for the period ended June 30, 2007. Enclosed are the financial statements and the investment portfolios for both funds as of June 30, 2007.

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We have separated the portfolio manager's commentary from the financial statements and investment portfolios 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. The financial statements and investment portfolios are mailed separately from the commentary. Both the commentary and the financial statements, including the portfolios of investments, will be available on our website at [www.gabelli.com/funds](http://www.gabelli.com/funds).  
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The Gabelli Equity Trust's net asset value ("NAV") total return was 11.57% during the first half of 2007, compared with gains of 6.96% and 8.79% for the Standard & Poor's ("S&P") 500 Index and the Dow Jones Industrial Average, respectively. The Equity Trust's NAV total return outperformed the benchmark S&P 500 Index for this period, as well as for each of the longer-term intervals shown in the comparative results table. The total return for the Equity Trust's publicly traded shares was 13.31% during the first half of the year. On June 30, 2007, the Equity Trust's NAV per share was \$9.67, while the price of the publicly traded shares closed at \$9.84 on the New York Stock Exchange.

COMPARATIVE RESULTS

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AVERAGE ANNUAL RETURNS THROUGH JUNE 30, 2007 (A)  
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Year to					
Date	1 Year	3 Year	5 Year	10 Year	15 Year

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GABELLI EQUITY TRUST

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NAV TOTAL RETURN (B) .....	11.57%	29.71%	19.84%	17.69%	11.83%	12.99%
INVESTMENT TOTAL RETURN (C) .....	13.31	37.14	20.09	11.28	12.32	12.86
S&P 500 Index .....	6.96	20.57	11.67	10.70	7.13	11.18
Dow Jones Industrial Average .....	8.79	22.98	11.26	10.21	7.88	12.20
Nasdaq Composite Index .....	7.78	19.85	8.33	12.21	6.08	10.74

- (a) REPRESENT PAST PERFORMANCE AND DO NOT GUARANTEE FUTURE RESULTS. INVESTMENT RETURNS AND THE PRINCIPAL VALUE OF AN INVESTMENT WILL FLUCTUATE. WHEN SHARES ARE SOLD, 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. PERFORMANCE RETURNS FOR PERIODS LESS THAN ONE YEAR ARE NOT ANNUALIZED. INVESTORS SHOULD CAREFULLY CONSIDER THE INVESTMENT OBJECTIVES, RISKS, CHARGES, AND EXPENSES OF THE FUND BEFORE INVESTING. THE DOW JONES INDUSTRIAL AVERAGE IS AN UNMANAGED INDEX OF 30 LARGE CAPITALIZATION STOCKS. THE S&P 500 AND THE NASDAQ COMPOSITE INDICES ARE UNMANAGED INDICATORS OF STOCK MARKET PERFORMANCE. DIVIDENDS ARE CONSIDERED REINVESTED EXCEPT FOR THE NASDAQ COMPOSITE INDEX. YOU CANNOT INVEST DIRECTLY IN AN INDEX.
- (b) TOTAL RETURNS AND AVERAGE ANNUAL RETURNS REFLECT CHANGES IN NAV PER SHARE, REINVESTMENT OF DISTRIBUTIONS AT NAV ON THE EX-DIVIDEND DATE, ADJUSTMENTS FOR RIGHTS OFFERINGS, SPIN-OFFS, AND TAXES PAID ON UNDISTRIBUTED LONG-TERM CAPITAL GAINS AND ARE NET OF EXPENSES. SINCE INCEPTION RETURN IS BASED ON AN INITIAL NAV OF \$9.34.
- (c) TOTAL RETURNS AND AVERAGE ANNUAL RETURNS REFLECT CHANGES IN CLOSING MARKET VALUES ON THE NEW YORK STOCK EXCHANGE, REINVESTMENT OF DISTRIBUTIONS, AND ADJUSTMENTS FOR RIGHTS OFFERINGS, SPIN-OFFS, AND TAXES PAID ON UNDISTRIBUTED LONG-TERM CAPITAL GAINS. SINCE INCEPTION RETURN IS BASED ON AN INITIAL OFFERING PRICE OF \$10.00.
- (d) FROM AUGUST 31, 1986, THE DATE CLOSEST TO THE FUND'S INCEPTION FOR WHICH DATA IS AVAILABLE.

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 SHAREHOLDER MEETING - MAY 14, 2007 AND MAY 30, 2007 - FINAL RESULTS

The Gabelli Equity Trust's Annual Meeting of Shareholders was held in two sessions: May 14, 2007 at the Greenwich Library in Greenwich, Connecticut and May 30, 2007 at the office of Gabelli Funds, LLC in Rye, NY. At the meeting, common and preferred shareholders, voting together as a single class, approved a proposal to distribute to the Equity Trust's common shareholders approximately \$70 million of the Equity Trust's net assets in the form of shares of The Gabelli Healthcare & Wellness(Rx) Trust, a newly organized, closed-end management investment company. A total of 79,666,056 votes were cast in favor of the proposal, 3,777,950 votes were cast against, and 1,847,563 votes abstained.

In addition, common and preferred shareholders, voting together as a single class, also elected Mario J. Gabelli, Thomas E. Bratter, and Arthur V. Ferrara as Directors of the Equity Trust. A total of 111,287,915 votes, 111,130,027 votes, and 110,916,578 votes were cast in favor of each Director and a total of 1,607,342 votes, 1,765,230 votes, and 1,978,679 votes were withheld for each Director, respectively.

Anthony J. Colavita, James P. Conn, Frank J. Fahrenkopf, Jr., Anthony R. Pustorino, and Salvatore J. Zizza continue to serve in their capacities as Directors of the Equity Trust.

We thank you for your participation and appreciate your continued support.

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THE GABELLI EQUITY TRUST INC. AND  
 THE GABELLI HEALTHCARE & WELLNESS(RX) TRUST  
 SUMMARY OF PORTFOLIO HOLDINGS (UNAUDITED)

The following tables present portfolio holdings as a percent of total investments as of June 30, 2007:

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 THE GABELLI EQUITY TRUST INC.  
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Food and Beverage .....	11.3%
Financial Services .....	9.8%
Diversified Industrial .....	7.4%
Energy and Utilities .....	6.9%
Telecommunications .....	6.2%
Cable and Satellite .....	5.2%
Entertainment .....	4.4%
Consumer Products .....	4.2%
Repurchase Agreements .....	4.2%
Publishing .....	3.9%
Health Care .....	3.8%
Hotels and Gaming .....	3.3%
Equipment and Supplies .....	3.2%
Automotive: Parts and Accessories .....	2.5%
Aviation: Parts and Services .....	2.5%
Broadcasting .....	2.1%
Business Services .....	1.8%
Communications Equipment .....	1.8%
Aerospace .....	1.6%
Specialty Chemicals .....	1.5%
Consumer Services .....	1.4%
Machinery .....	1.4%
Wireless Communications .....	1.1%
Environmental Services .....	1.1%
Metals and Mining .....	1.0%
Electronics .....	1.0%
Agriculture .....	0.9%
Real Estate .....	0.9%
Automotive .....	0.8%
Transportation .....	0.7%
Retail .....	0.7%
Closed-End Funds .....	0.4%
Computer Software and Services .....	0.3%
U.S. Treasury Bills .....	0.2%
Paper and Forest Products .....	0.2%
Manufactured Housing and Recreational Vehicles ...	0.2%
Real Estate Investment Trusts .....	0.1%
	-----
	100.0%
	=====

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 THE GABELLI HEALTHCARE & WELLNESS(RX) TRUST  
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U.S. Treasury Bills .....	88.5%
Repurchase Agreements .....	9.7%
Health Care Equipment and Supplies .....	0.4%
Food Products .....	0.4%
Food and Staples Retailing .....	0.3%

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Pharmaceuticals .....	0.3%
Beverages .....	0.2%
Health Care Providers and Services .....	0.1%
Biotechnology .....	0.1%
	-----
	100.0%
	=====

THE FUNDS FILE A COMPLETE SCHEDULE OF PORTFOLIO HOLDINGS WITH THE SECURITIES AND EXCHANGE COMMISSION (THE "SEC") FOR THE FIRST AND THIRD QUARTERS OF EACH FISCAL YEAR ON FORM N-Q, THE LAST OF WHICH WAS FILED BY THE GABELLI EQUITY TRUST FOR THE QUARTER ENDED MARCH 31, 2007. SHAREHOLDERS MAY OBTAIN THIS INFORMATION AT WWW.GABELLI.COM OR BY CALLING THE GABELLI EQUITY TRUST AT 800-GABELLI (800-422-3554). THE GABELLI EQUITY TRUST'S FORM N-Q IS AVAILABLE ON THE SEC'S WEBSITE AT WWW.SEC.GOV AND MAY ALSO BE REVIEWED AND COPIED AT THE SEC'S PUBLIC REFERENCE ROOM IN WASHINGTON, DC. INFORMATION ON THE OPERATION OF THE PUBLIC REFERENCE ROOM MAY BE OBTAINED BY CALLING 1-800-SEC-0330.

### PROXY VOTING

Each Fund files Form N-PX with its complete proxy voting record for the 12 months ended June 30th, no later than August 31st of each year. A description of each Fund's proxy voting policies, procedures, and how the Funds voted proxies relating to portfolio securities is available without charge, upon request, by (i) calling 800-GABELLI (800-422-3554); (ii) writing to The Gabelli Funds at One Corporate Center, Rye, NY 10580-1422; or (iii) visiting the SEC's website at www.sec.gov.

### THE GABELLI EQUITY TRUST INC. PORTFOLIO CHANGES QUARTER ENDED JUNE 30, 2007 (UNAUDITED)

	SHARES	OWNERSHIP AT JUNE 30, 2007
	-----	-----
NET PURCHASES		
COMMON STOCKS		
Advanced Medical Optics Inc. ....	27,000	55,000
Allergan Inc. (a) .....	7,023	14,046
Alpharma Inc., Cl. A .....	1,000	6,000
Amphenol Corp., Cl. A (a) .....	2,000	4,000
aQuantive Inc. ....	50,000	50,000
Aquila Inc. ....	100,000	400,000
Aruze Corp. ....	70,000	100,000
Asciano Group (b) .....	70,000	70,000
Barclays plc .....	20,000	90,000
BCE Inc. ....	30,000	250,000
Biomet Inc. ....	100,000	100,000
British Sky Broadcasting Group plc .....	20,000	95,000
Brown-Forman Corp., Cl. A .....	3,000	24,000
Cadbury Schweppes plc, ADR .....	63,400	183,400
Canon Inc. ....	8,000	30,500
China Mengniu Dairy Co. Ltd. ....	20,000	40,000
Cincinnati Bell Inc. ....	50,000	850,000
Citadel Broadcasting Corp. (c) .....	6,143	6,143
Citigroup Inc. ....	50,000	300,000

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Clear Channel Communications Inc. ....	40,000	300,000
Clearwire Corp., Cl. A .....	1,000	8,000
Cochlear Ltd. ....	2,000	12,000
Constellation Brands Inc., Cl. A .....	3,000	6,000
CVS Caremark Corp. ....	25,000	25,000
Dade Behring Holdings Inc. ....	5,000	5,000
Deutsche Bank AG, Germany .....	1,000	9,000
Fanuc Ltd. ....	13,000	13,000
Fomento Economico Mexicano SA de CV, ADR (d) .....	66,000	99,000
General Motors Corp. ....	15,000	50,000
Greif Inc., Cl. A (a) .....	110,000	220,000
Greif Inc., Cl. B (a) .....	9,000	18,000
Groupe Danone (a) .....	190,000	380,000
Home Inns & Hotels Management Inc., ADR .....	2,500	5,000
IDEX Corp. (e) .....	105,000	315,000
Imperial Oil Ltd. ....	5,000	32,000
Interactive Brokers Group Inc., Cl. A .....	25,000	25,000
InterContinental Hotels Group plc (f) .....	46,160	46,160
Jardine Matheson Holdings Ltd. ....	45,000	45,000
Kraft Foods Inc., Cl. A .....	215,000	215,000
LSI Corp. (g) .....	80,000	80,000
Mandarin Oriental International Ltd. ....	1,161,000	3,761,000
Marathon Oil Corp. (a) .....	10,000	20,000
McClatchy Co., Cl. A .....	5,788	20,000
Morinaga Milk Industry Co. Ltd. ....	60,000	60,000
New Hope Corp. Ltd. ....	52,000	52,000
Newmont Mining Corp Holding Co. ....	50,000	155,000
Nintendo Co. Ltd. ....	2,500	2,500
Nuveen Investments Inc., Cl. A .....	30,000	30,000
Orient-Express Hotels Ltd., Cl. A .....	1,000	16,000
Partners Group .....	4,000	4,000
Rinker Group Ltd., ADR .....	120,000	120,000
Rio Tinto plc .....	5,000	23,000
Saipem SpA .....	5,000	65,000
Sequa Corp., Cl. B .....	10,000	84,600
SMC Corp. ....	8,000	8,000
SSL International plc .....	50,000	50,000
Standard Chartered plc .....	10,000	60,000
Svenska Cellulosa Aktiebolaget, Cl. B (h) .....	30,000	30,000
Synthes Inc. ....	1,500	11,500
Tele2 AB, Cl. B .....	10,000	60,000
Tenaris SA, ADR .....	50,000	50,000
Tesco plc .....	65,000	65,000
The Blackstone Group LP .....	100	100
The Fairchild Corp., Cl. A .....	5,000	210,000
Tokyo Broadcasting System Inc. ....	20,000	70,000
Toll Holdings Ltd. ....	70,000	70,000
Tyco International Ltd. ....	200,000	300,000
Tyco International Ltd. - WI .....	61,100	61,100
UniCredito Italiano SpA .....	30,000	150,000
Westpac Banking Corp. ....	5,000	63,000
Xstrata plc .....	3,000	69,666
Yahoo! Inc. ....	10,000	160,000
 NET SALES		
COMMON STOCKS		
Acuity Brands Inc. ....	(3,000)	22,000
ADESA Inc. (i) .....	(400,000)	--
Agere Systems Inc. (g) .....	(45,000)	--

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America Movil SA de CV, Cl. L, ADR .....	(2,000)	98,000
Ashland Inc. ....	(10,000)	40,000
Autonation Inc. ....	(68,000)	100,000
Avis Budget Group Inc. ....	(7,000)	18,000
Bank of Ireland .....	(25,000)	75,000
Biosite Inc. ....	(10,000)	--
Camden Property Trust .....	(500)	2,000
CLARCOR Inc. ....	(3,000)	182,000
Dana Corp. ....	(30,000)	270,000
Dean Foods Co. ....	(50,000)	--
Delta & Pine Land Co. (j) .....	(100,000)	--

See accompanying notes to financial statements.

4

THE GABELLI EQUITY TRUST INC.  
 PORTFOLIO CHANGES (CONTINUED)  
 QUARTER ENDED JUNE 30, 2007 (UNAUDITED)

	SHARES	OWNERSHIP AT JUNE 30, 2007
	-----	-----
NET SALES (CONTINUED)		
COMMON STOCKS (CONTINUED)		
Duquesne Light Holdings Inc. (k) .....	(84,000)	--
Fedders Corp. ....	(5,000)	60,000
Florida East Coast Industries Inc. ....	(6,000)	92,000
Gallaher Group plc (l) .....	(60,000)	--
Gallaher Group plc, ADR (m) .....	(190,000)	--
Giant Industries Inc. (n) .....	(16,000)	--
Greek Organization of Football Prognostics .....	(28,000)	--
Greif Inc. Cl. A ..	(2,000)	220,000
Groupe Danone .....	(10,000)	380,000
Grupo Televisa SA, ADR .....	(10,000)	615,000
H.J. Heinz Co. ....	(5,000)	105,000
Hilton Hotels Corp. ....	(5,000)	525,000
Hisamitsu Pharmaceutical Co. Inc. ....	(38,300)	--
Honeywell International Inc. ....	(5,500)	450,000
Hydril Co. (o) .....	(30,000)	--
Hyperion Solutions Corp. ....	(500,000)	--
InterContinental Hotels Group Inc. (f) ....	(55,000)	--
ION Media Networks Inc. (p) .....	(200,000)	--
Janus Capital Group Inc. ....	(1,300)	180,000
John H. Harland Co. (q) .....	(12,000)	--
Johnson Controls Inc. ....	(4,000)	70,000
Kinder Morgan Inc. (r) .....	(350,000)	--
Liberty Media Holding Corp. - Interactive, Cl. A .....	(164,869)	265,131
MasterCard Inc., Cl. A .....	(1,000)	118,000
Matsumotokiyoshi Co. Ltd. ....	(50,000)	--
Navistar International Corp. ....	(5,000)	125,000
New Plan Excel Realty Trust (s) .....	(350,000)	--
News Corp., Cl. A .....	(70,000)	1,580,000
Nikko Cordial Corp. ....	(78,750)	--
Novelis Inc. (t) .....	(150,000)	--
PepsiAmericas Inc. ....	(8,100)	550,000
PepsiCo Inc. ....	(5,000)	350,000

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Precision Castparts Corp. ....	(4,000)	110,000
Publishing & Broadcasting Ltd. ....	(60,000)	100,000
Rank Group plc .....	(23,240)	1,150,000
Realogy Corp. (u) .....	(600,000)	--
Rollins Inc. ....	(15,000)	770,000
Sanofi-Aventis .....	(3,108)	12,000
Spectra Energy Corp. ....	(10,000)	115,000
TD Banknorth Inc. (v) .....	(200,000)	--
Telephone & Data Systems Inc. ....	(2,000)	258,000
Telephone & Data Systems Inc., Special .....	(2,000)	368,000
Central Europe and Russia Fund Inc. ....	(1,000)	104,000
The McGraw-Hill Companies Inc. ....	(1,000)	182,000
The Walt Disney Co. ....	(5,000)	80,000
Tootsie Roll Industries Inc. ....	(1)	118,820
Tribune Co. (w) .....	(25,970)	19,030
Watts Water Technologies Inc., Cl. A .....	(5,000)	190,000
WebEx Communications Inc. (x) .....	(20,000)	--
Young Broadcasting Inc., Cl. A .....	(5,000)	110,000

### CONVERTIBLE PREFERRED STOCK

Gray Television Inc., 8.000% Cv. Pfd., Ser. C .....	(90)	--
--	------	----

PRINCIPAL  
AMOUNT  
-----

### CONVERTIBLE CORPORATE BOND

Pep Boys - Manny, Moe & Jack, Cv., 4.250%, 06/01/07 .....	\$ (500,000)	--
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- 
- (a) 2 for 1 stock split
  - (b) Spin-off - 1 share of Asciano Group for every 1 shares of Toll Holding Ltd.
  - (c) Spin-off - 0.07679613151 share of Citadel Broadcasting Corp. for every 1 share of The Walt Disney Co.
  - (d) 3 for 1 stock split
  - (e) 3 for 2 stock split
  - (f) Purchase of 10,000 shares prior to 47:56 exchange of shares
  - (g) Merger - 2.16 shares of LSI Corp. for every 1 share of Agere Systems Inc.
  - (h) Exchange of 1 old share for 3 new shares
  - (i) Cash Merger - \$27.85 for every 1 share
  - (j) Cash Merger - \$42.00 for every 1 share
  - (k) Cash Merger - \$20.00 for every 1 share
  - (l) Cash Merger - 11.40 British Pounds for every 1 share
  - (m) Cash Merger - \$90.74856 for every 1 share
  - (n) Cash Merger - \$77.00 for every 1 share
  - (o) Cash Merger - \$97.00 for every 1 share
  - (p) Tender Offer - \$1.46 for every 1 share
  - (q) Cash Merger - \$52.75 for every 1 share
  - (r) Cash Merger - \$107.50 for every 1 share
  - (s) Tender Offer - \$33.15 for every 1 share
  - (t) Cash Merger - \$44.93 for every 1 share
  - (u) Cash Merger - \$30.00 for every 1 share
  - (v) Cash Merger - \$32.33 for every 1 share
  - (w) Tender Offer - \$34.00 for 57.71% of shares held
  - (x) Tender Offer - \$57.00 for every 1 share
- WI When Issued

See accompanying notes to financial statements.



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5

THE GABELLI EQUITY TRUST INC.  
SCHEDULE OF INVESTMENTS  
JUNE 30, 2007 (UNAUDITED)

SHARES -----		COST -----	MARKET VALUE -----
	COMMON STOCKS -- 95.3%		
	FOOD AND BEVERAGE -- 11.3%		
85,000	Ajinomoto Co. Inc. ....	\$ 998,444	\$ 980,995
40,000	Anheuser-Busch Companies Inc. ....	1,816,269	2,086,400
36,000	ARIAKE JAPAN Co. Ltd. ....	857,851	676,873
24,000	Brown-Forman Corp., Cl. A .....	1,586,639	1,820,880
110,000	Cadbury Schweppes plc .....	1,136,502	1,502,069
183,400	Cadbury Schweppes plc, ADR .....	7,974,138	9,958,620
72,000	Campbell Soup Co. ....	1,915,927	2,794,320
32,000	Cermaq ASA .....	497,341	558,933
40,000	China Mengniu Dairy Co. Ltd. ....	127,345	137,866
20,000	Coca-Cola Enterprises Inc. ....	376,514	480,000
40,000	Coca-Cola Hellenic Bottling Co. SA .....	519,295	1,840,698
6,000	Constellation Brands Inc., Cl. A+ .....	128,849	145,680
60,000	Corn Products International Inc. ....	811,122	2,727,000
300,000	Davide Campari-Milano SpA .....	3,133,137	3,148,812
60,000	Del Monte Foods Co. ....	564,374	729,600
10,108	Denny's Corp.+ .....	14,358	44,981
80,000	Diageo plc .....	1,174,064	1,665,931
224,000	Diageo plc, ADR .....	9,660,541	18,661,440
70,000	Flowers Foods Inc. ....	771,725	2,335,200
99,000	Fomento Economico Mexicano SAB de CV, ADR .....	1,356,892	3,892,680
180,000	General Mills Inc. ....	8,693,258	10,515,600
380,000	Groupe Danone	18,823,537	30,869,053
1,000,000	Grupo Bimbo SA de CV, Cl. A .....	2,705,279	6,294,257
105,000	H.J. Heinz Co. ....	3,713,539	4,984,350
20,000	Hain Celestial Group Inc.+ ....	267,663	542,800
10,000	Heineken NV .....	471,537	588,617
200,000	ITO EN Ltd. ....	6,043,839	6,578,680
105,000	Kellogg Co. ....	3,784,191	5,437,950
75,000	Kerry Group plc, Cl. A .....	860,877	2,103,654
215,000	Kraft Foods Inc., Cl. A .....	6,770,536	7,578,750
12,100	LVMH Moet Hennessy Louis Vuitton SA .....	419,052	1,400,872
950,000	Marine Harvest+ .....	849,752	1,034,263
60,000	Morinaga Milk Industry Co. Ltd. ....	262,217	241,706
2,500	Nestle SA .....	513,610	953,745
200,000	Nissin Food Products Co. Ltd. ....	7,191,196	6,708,629

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SHARES -----		COST ----	MARKET VALUE -----
550,000	PepsiAmericas Inc. ....	\$ 10,181,941	\$ 13,508,000
350,000	PepsiCo Inc. ....	17,660,220	22,697,500
8,100	Pernod-Ricard SA ....	1,457,288	1,797,381
68,200	Ralcorp Holdings Inc.+ ....	1,308,415	3,645,290
26,000	Remy Cointreau SA ....	1,673,518	1,951,276
300,000	Sara Lee Corp. ....	4,862,162	5,220,000
65,000	Tesco plc ....	561,467	546,257
200,000	The Coca-Cola Co. ....	8,929,955	10,462,000
45,000	The Hershey Co. ....	1,915,127	2,277,900
2,000	The J.M. Smucker Co. ....	52,993	127,320
118,820	Tootsie Roll Industries Inc. ..	1,562,913	3,292,502
170,000	Wm. Wrigley Jr. Co. ....	8,244,515	9,402,700
42,500	Wm. Wrigley Jr. Co., Cl. B ....	2,191,580	2,337,500
535,000	YAKULT		
	HONSHA Co. Ltd. ....	15,052,798	13,556,954
		-----	-----
		172,446,302	232,844,484
		-----	-----
	FINANCIAL SERVICES -- 9.8%		
7,000	Allianz SE ....	1,053,147	1,644,623
575,000	American Express Co. ....	27,278,920	35,178,500
50,000	American International Group Inc. ....	3,327,703	3,501,500
65,000	Ameriprise Financial Inc. ....	1,630,926	4,132,050
30,000	Argonaut Group Inc. ....	752,879	936,300
95,000	Aviva plc ....	1,163,351	1,418,380
90,000	Banco Santander Central Hispano SA, ADR ....	322,130	1,654,200
75,000	Bank of Ireland ....	458,113	1,516,546
90,000	Barclays plc ....	1,209,056	1,257,882
248	Berkshire Hathaway Inc., Cl. A+ ....	785,026	27,149,800
7,500	Calamos Asset Management Inc., Cl. A ....	135,000	191,625
300,000	Citigroup Inc. ....	14,750,503	15,387,000
155,000	Commerzbank AG, ADR ....	3,145,338	7,379,054
149,000	Deutsche Bank AG ....	13,066,887	21,566,260
9,000	Deutsche Bank AG, Germany ....	1,273,827	1,313,244
3,000	Fortress Investment Group LLC, Cl. A ....	55,500	71,460
20,000	H&R Block Inc. ....	329,930	467,400
25,000	Interactive Brokers Group Inc., Cl. A+ ....	731,294	678,250
180,000	Janus Capital Group Inc. ....	3,245,221	5,011,200
52,000	JPMorgan Chase & Co. ....	1,327,407	2,519,400
260,000	Landesbank Berlin Holding AG+ ....	5,263,037	2,146,579
20,000	Legg Mason Inc. ....	1,778,556	1,967,600
133,000	Leucadia National Corp. ....	1,662,878	4,688,250
255,000	Marsh & McLennan Companies Inc. ....	7,894,028	7,874,400

See accompanying notes to financial statements.

## Edgar Filing: GABELLI EQUITY TRUST INC - Form N-CSRS

THE GABELLI EQUITY TRUST INC.  
SCHEDULE OF INVESTMENTS (CONTINUED)  
JUNE 30, 2007 (UNAUDITED)

SHARES		COST		MARKET VALUE
COMMON STOCKS (CONTINUED)				
FINANCIAL SERVICES (CONTINUED)				
80,000	Mellon Financial Corp. ....	\$ 2,519,801	\$	3,520,000
65,000	Moody's Corp. ....	3,285,357		4,043,000
30,000	Nuveen Investments Inc., Cl. A .....	1,895,276		1,864,500
4,000	Partners Group .....	553,767		538,682
2,500	Prudential Financial Inc. ....	68,750		243,075
60,000	Standard Chartered plc .....	1,290,082		1,963,934
80,000	State Street Corp. ....	4,001,480		5,472,000
20,000	SunTrust Banks Inc. ....	419,333		1,714,800
150,000	T. Rowe Price Group Inc. ....	4,610,820		7,783,500
5,000	The Allstate Corp. ....	209,064		307,550
70,000	The Bank of New York Co. Inc. ....	2,490,562		2,900,800
100	The Blackstone Group LP+ .....	3,004		2,927
44,500	The Charles Schwab Corp. ....	650,256		913,140
18,000	The Dun & Bradstreet Corp. ....	395,898		1,853,640
189,000	The Midland Co. ....	1,386,765		8,871,660
135,000	The Phoenix Companies Inc. ....	1,924,073		2,026,350
80,000	The Shizuoka Bank Ltd. ....	791,848		812,183
3,000	The Travelers Companies Inc. ....	113,277		160,500
40,000	UBS AG .....	1,875,967		2,410,151
150,000	UniCredito Italiano SpA .....	1,168,460		1,346,011
100,000	Waddell & Reed Financial Inc., Cl. A .....	2,058,579		2,601,000
63,000	Westpac Banking Corp. ....	1,035,782		1,370,540
		125,388,858		202,371,446
DIVERSIFIED INDUSTRIAL -- 7.4%				
22,000	Acuity Brands Inc. ....	667,920		1,326,160
55,000	Amano Corp. ....	956,301		776,366
164,000	Ampco-Pittsburgh Corp. ....	2,155,086		6,574,760
155,000	Baldor Electric Co. ....	5,270,000		7,638,400
26,000	Bayer AG .....	1,093,829		1,974,149
25,000	Bouygues SA .....	1,244,322		2,104,284
266,000	Cooper Industries Ltd., Cl. A .....	7,204,219		15,185,940
260,000	Crane Co. ....	5,942,015		11,817,000
77,500	CRH plc .....	1,027,655		3,842,221
400,000	Enodis plc .....	1,399,733		1,586,409
150,000	General Electric Co. ....	5,455,245		5,742,000
220,000	Greif Inc., Cl. A .....	2,586,943		13,114,200
18,000	Greif Inc., Cl. B .....	559,808		1,011,240
450,000	Honeywell International Inc. ....	15,285,048		25,326,000
255,000	ITT Corp. ....	6,693,277		17,411,400
101,000	Park-Ohio Holdings Corp.+ .....	1,073,670		2,757,300

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SHARES		COST	MARKET VALUE
-----		----	-----
1,000	Pentair Inc. ....	\$ 31,908	\$ 38,570
120,000	Rinker Group Ltd., ADR .....	9,411,640	9,552,000
2,000	Sulzer AG .....	425,026	2,596,807
30,000	Technip SA .....	2,101,417	2,489,003
74,000	The Lamson & Sessions Co.+ .....	435,944	1,966,180
75,000	Trinity Industries Inc. ....	945,000	3,265,500
300,000	Tyco International Ltd. ....	10,032,170	10,137,000
61,100	Tyco International Ltd. - WI ..	3,188,854	3,279,848
		-----	-----
		85,187,030	151,512,737
		-----	-----
	ENERGY AND UTILITIES -- 6.9%		
5,000	AGL Resources Inc. ....	88,898	202,400
70,000	Allegheny Energy Inc.+ .....	1,099,843	3,621,800
70,000	Apache Corp. ....	2,728,670	5,711,300
400,000	Aquila Inc.+ .....	1,671,750	1,636,000
247,000	BP plc, ADR .....	15,155,797	17,818,580
105,000	CH Energy Group Inc. ....	4,342,243	4,721,850
70,000	CMS Energy Corp. ....	448,516	1,204,000
320,000	ConocoPhillips .....	19,595,465	25,120,000
8,000	Constellation Energy Group Inc. ....	449,607	697,360
60,000	DPL Inc. ....	1,411,620	1,700,400
14,000	DTE Energy Co. ....	619,459	675,080
240,000	Duke Energy Corp. ....	4,322,580	4,392,000
270,000	El Paso Corp. ....	3,253,601	4,652,100
285,000	El Paso Electric Co.+ .....	4,563,231	6,999,600
50,000	Energy East Corp. ....	1,065,733	1,304,500
80,000	Exxon Mobil Corp. ....	2,750,108	6,710,400
20,000	FPL Group Inc. ....	556,256	1,134,800
210,000	Halliburton Co. ....	3,809,429	7,245,000
32,000	Imperial Oil Ltd. ....	1,248,749	1,489,678
20,000	Marathon Oil Corp. ....	242,414	1,199,200
10,000	Mirant Corp.+ .....	192,014	426,500
140,000	Mirant Corp. Escrow+ (a) .....	0	0
2,000	Niko Resources Ltd., New York .....	110,842	182,120
1,000	Niko Resources Ltd., Toronto .....	55,421	91,058
10,000	NiSource Inc. ....	215,500	207,100
240,000	Northeast Utilities .....	4,631,542	6,806,400
20,000	Oceaneering International Inc.+ .....	538,223	1,052,800
2,000	PetroChina Co. Ltd., ADR .....	137,965	297,360
16,000	Petroleo Brasileiro SA, ADR ...	1,125,213	1,940,320
100,000	Progress Energy Inc., CVO+ ....	52,000	36,000
65,000	Saipem SpA .....	1,284,362	2,231,035
13,000	Sasol Ltd. ....	500,463	489,282
5,000	SJW Corp. ....	68,704	166,500
20,000	Southwest Gas Corp. ....	451,132	676,200
115,000	Spectra Energy Corp. ....	3,014,424	2,985,400

See accompanying notes to financial statements.

## Edgar Filing: GABELLI EQUITY TRUST INC - Form N-CSRS

THE GABELLI EQUITY TRUST INC.  
SCHEDULE OF INVESTMENTS (CONTINUED)  
JUNE 30, 2007 (UNAUDITED)

SHARES/ UNITS -----		COST ----	MARKET VALUE -----
COMMON STOCKS (CONTINUED)			
ENERGY AND UTILITIES (CONTINUED)			
60,000	The AES Corp.+ .....	\$ 342,618	\$ 1,312,800
32,628	Total SA .....	1,986,057	2,661,113
222,800	TXU Corp. ....	13,597,169	14,994,440
270,000	Westar Energy Inc. ....	4,552,840	6,555,600
		-----	-----
		102,280,458	141,348,076
		-----	-----
TELECOMMUNICATIONS -- 6.1%			
5,000	Alltel Corp. ....	91,103	337,750
250,000	BCE Inc. ....	6,686,522	9,447,500
16,000	Bell Aliant Regional Communications Income Fund+ (a) (b) .....	510,683	470,880
30,000	Brasil Telecom Participacoes SA, ADR .....	1,743,257	1,813,800
1,700,000	BT Group plc .....	7,029,679	11,350,859
4,440,836	Cable & Wireless Jamaica Ltd.+ (c) .....	101,639	57,635
850,000	Cincinnati Bell Inc.+ .....	5,915,403	4,913,000
90,000	Citizens Communications Co. ....	1,320,038	1,374,300
110,000	Compania de Telecomunicaciones de Chile SA, ADR .....	1,634,847	1,046,100
168,000	Deutsche Telekom AG, ADR .....	2,793,519	3,092,880
5,000	France Telecom SA, ADR .....	146,305	137,400
100,000	Koninklijke KPN NV .....	232,728	1,667,456
570,000	Qwest Communications International Inc.+ .....	1,958,336	5,529,000
550,000	Sprint Nextel Corp. ....	15,436,707	11,390,500
186,554	Tele Norte Leste Participacoes SA, ADR .....	2,477,755	3,538,930
60,000	Tele2 AB, Cl. B .....	1,005,048	984,764
48,000	Telecom Argentina SA, Cl. B ADR+ .....	369,540	1,196,160
1,470,000	Telecom Italia SpA .....	6,015,464	4,038,844
230,000	Telefonica SA, ADR .....	11,566,157	15,354,800
62,000	Telefonos de Mexico SAB de CV, Cl. L, ADR .....	469,422	2,349,180
258,000	Telephone & Data Systems Inc. ....	11,983,709	16,143,060
368,000	Telephone & Data Systems Inc., Special .....	16,170,379	21,178,400
15,000	TELUS Corp. ....	280,203	897,958
180,000	Verizon Communications Inc. ....	6,606,128	7,410,600
5,169	Windstream Corp. ....	19,996	76,295
		-----	-----
		102,564,567	125,798,051
		-----	-----

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SHARES		COST	MARKET VALUE
-----		----	-----
	CABLE AND SATELLITE -- 5.2%		
1,570,000	Cablevision Systems Corp., Cl. A+ .....	\$ 33,260,194	\$ 56,818,300
75,000	Comcast Corp., Cl. A+ .....	1,580,271	2,109,000
127,500	Comcast Corp., Cl. A, Special+ .....	756,584	3,564,900
55,000	EchoStar Communications Corp., Cl. A+ .....	1,722,522	2,385,350
156,770	Liberty Global Inc., Cl. A+ ...	2,194,421	6,433,841
139,001	Liberty Global Inc., Cl. C+ ...	2,941,276	5,462,739
580,690	Rogers Communications Inc., Cl. B, New York .....	4,314,380	24,673,518
19,310	Rogers Communications Inc., Cl. B, Toronto .....	137,424	823,337
80,000	Shaw Communications Inc., Cl. B, New York .....	329,198	3,363,200
20,000	Shaw Communications Inc., Cl. B, Toronto .....	52,983	845,248
10,000	The DIRECTV Group Inc.+ .....	250,200	231,100
		-----	-----
		47,539,453	106,710,533
		-----	-----
	ENTERTAINMENT -- 4.4%		
100,000	Aruze Corp. ....	3,267,519	3,110,660
32,000	Canal+ Groupe .....	34,011	342,153
2,002	Chestnut Hill Ventures+ (a) ...	54,500	91,115
220,000	Discovery Holding Co., Cl. A+ .....	3,185,692	5,057,800
3,000	DreamWorks Animation SKG Inc., Cl. A+ .....	68,959	86,520
110,000	EMI Group plc .....	292,544	591,992
79,500	EMI Group plc, ADR .....	941,481	854,943
600,603	Gemstar-TV Guide International Inc.+ .....	2,825,471	2,954,967
615,000	Grupo Televisa SA, ADR .....	6,033,842	16,980,150
125	Live Nation Inc.+ .....	1,296	2,797
40,000	Pinnacle Entertainment Inc.+ .....	1,280,000	1,126,000
100,000	Publishing and Broadcasting Ltd. ....	1,632,959	1,661,692
1,150,000	Rank Group plc .....	7,820,172	4,301,127
12,000	Regal Entertainment Group, Cl. A .....	165,788	263,160
75,000	Six Flags Inc.+ .....	360,725	456,750
80,000	The Walt Disney Co. ....	1,634,099	2,731,200
810,000	Time Warner Inc. ....	17,932,501	17,042,400
70,000	Tokyo Broadcasting System Inc. ....	2,379,670	2,143,350
20,200	Triple Crown Media Inc.+ .....	217,899	188,264
370,000	Viacom Inc., Cl. A+ .....	17,913,756	15,392,000
333,900	Vivendi .....	9,061,536	14,420,720
		-----	-----
		77,104,420	89,799,760
		-----	-----

See accompanying notes to financial statements.

## Edgar Filing: GABELLI EQUITY TRUST INC - Form N-CSRS

### THE GABELLI EQUITY TRUST INC. SCHEDULE OF INVESTMENTS (CONTINUED) JUNE 30, 2007 (UNAUDITED)

SHARES -----		COST ----	MARKET VALUE -----
COMMON STOCKS (CONTINUED)			
CONSUMER PRODUCTS -- 4.2%			
25,000	Altadis SA .....	\$ 1,070,825	\$ 1,664,749
84,000	Avon Products Inc. ....	2,420,145	3,087,000
42,000	Christian Dior SA .....	3,082,702	5,469,635
15,000	Church & Dwight Co. Inc. ....	99,536	726,900
32,000	Clorox Co. ....	1,776,614	1,987,200
10,000	Colgate-Palmolive Co. ....	513,338	648,500
69,000	Compagnie Financiere Richemont SA, Cl. A .....	2,879,288	4,151,863
114,000	Energizer Holdings Inc.+ .....	4,929,546	11,354,400
60,000	Fortune Brands Inc. ....	4,147,453	4,942,200
2,000	Givaudan SA .....	550,742	1,981,171
60,000	Hanesbrands Inc.+ .....	1,376,148	1,621,800
32,000	Harley-Davidson Inc. ....	1,486,605	1,907,520
42,000	Lenox Group Inc.+ .....	383,261	295,260
15,000	Matsushita Electric Industrial Co. Ltd., ADR ...	178,325	297,150
15,000	Mattel Inc. ....	270,000	379,350
21,000	National Presto Industries Inc. ....	711,533	1,309,140
2,500	Nintendo Co. Ltd. ....	775,766	915,736
10,000	Oil-Dri Corp. of America .....	171,255	175,500
300,000	Procter & Gamble Co. ....	15,983,165	18,357,000
60,000	Reckitt Benckiser plc .....	1,849,650	3,295,313
30,000	Svenska Cellulosa Aktiebolaget, Cl. B .....	423,932	504,445
7,500	Swatch Group AG .....	1,587,958	2,142,857
1,000,000	Swedish Match AB .....	11,131,012	19,373,611
		-----	-----
		57,798,799	86,588,300
		-----	-----
PUBLISHING -- 3.9%			
57,500	Dow Jones & Co. Inc. ....	2,323,693	3,303,375
9,000	Idearc Inc. ....	275,255	317,970
348,266	Independent News & Media plc .....	663,968	1,767,609
20,000	McClatchy Co., Cl. A .....	887,354	506,200
320,000	Media General Inc., Cl. A .....	19,151,873	10,646,400
122,000	Meredith Corp. ....	5,066,964	7,515,200
1,580,000	News Corp., Cl. A .....	20,761,079	33,511,800
20,000	News Corp., Cl. B .....	186,275	458,800
382,000	PRIMEDIA Inc.+ .....	1,665,474	1,088,700
261,319	SCMP Group Ltd. ....	191,790	106,610
66,585	Seat Pagine Gialle SpA .....	177,139	40,058
160,000	The E.W. Scripps Co., Cl. A .....	5,529,357	7,310,400
182,000	The McGraw-Hill Companies Inc. ....	7,122,447	12,390,560
50,000	The New York Times Co., Cl. A .....	1,945,184	1,270,000
19,030	Tribune Co. ....	584,121	559,478
		-----	-----

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		66,531,973	80,793,160
		-----	-----
SHARES		COST	MARKET VALUE
-----		----	-----
	HEALTH CARE -- 3.8%		
8,000	Abbott Laboratories .....	\$ 313,458	\$ 428,400
55,000	Advanced Medical Optics Inc.+ .....	2,177,520	1,918,400
14,046	Allergan Inc. ....	655,380	809,611
6,000	Alpharma Inc., Cl. A .....	158,545	156,060
52,000	Amgen Inc.+ .....	3,039,863	2,875,080
19,146	AstraZeneca plc .....	949,527	1,027,398
26,000	Biogen Idec Inc.+ .....	293,835	1,391,000
100,000	Biomet Inc. ....	4,549,873	4,572,000
135,000	Bristol-Myers Squibb Co. ....	3,485,673	4,260,600
12,000	Cochlear Ltd. ....	530,192	620,591
5,000	Dade Behring Holdings Inc. ....	230,659	265,600
45,036	GlaxoSmithKline plc .....	1,292,245	1,180,208
4,000	GlaxoSmithKline plc, ADR .....	216,096	209,480
30,000	Henry Schein Inc.+ .....	764,324	1,602,900
30,000	Hospira Inc.+ .....	1,049,087	1,171,200
40,000	Invitrogen Corp.+ .....	2,065,234	2,950,000
95,000	Merck & Co. Inc. ....	3,625,482	4,731,000
2,000	Nobel Biocare Holding AG .....	286,712	655,751
39,000	Novartis AG .....	2,076,654	2,203,029
105,000	Novartis AG, ADR .....	4,622,998	5,887,350
430,000	Pfizer Inc. ....	11,887,587	10,995,100
16,400	Roche Holding AG .....	2,587,332	2,918,837
12,000	Sanofi-Aventis .....	1,075,668	976,112
100,000	Schering-Plough Corp. ....	1,917,839	3,044,000
80,000	Smith & Nephew plc .....	752,722	994,418
50,000	SSL International plc .....	439,178	438,522
5,250	Straumann Holding AG .....	1,087,318	1,478,510
11,500	Synthes Inc. ....	1,376,920	1,383,013
19,000	Takeda Pharmaceutical Co. Ltd. ....	909,016	1,228,345
40,000	UnitedHealth Group Inc. ....	1,873,359	2,045,600
82,000	William Demant Holding A/S+ .....	3,730,842	8,157,646
100,000	Wyeth .....	4,105,470	5,734,000
3,500	Zimmer Holdings Inc.+ .....	217,154	297,115
		-----	-----
		64,343,762	78,606,876
		-----	-----
	HOTELS AND GAMING -- 3.3%		
1,200	Accor SA .....	103,072	106,739
190,000	Gaylord Entertainment Co.+ ....	5,061,984	10,191,600
70,000	Harrah's Entertainment Inc. ...	5,476,681	5,968,200
525,000	Hilton Hotels Corp. ....	8,664,173	17,571,750
5,000	Home Inns & Hotels Management Inc., ADR+ .....	172,113	161,050
46,160	InterContinental Hotels Group plc .....	1,184,541	1,153,120
1,344,116	Ladbrokes plc .....	14,291,853	11,687,262
6,000	Las Vegas Sands Corp.+ .....	221,279	458,340

See accompanying notes to financial statements.



## Edgar Filing: GABELLI EQUITY TRUST INC - Form N-CSRS

THE GABELLI EQUITY TRUST INC.  
SCHEDULE OF INVESTMENTS (CONTINUED)  
JUNE 30, 2007 (UNAUDITED)

SHARES		COST	MARKET VALUE
-----		----	-----
	COMMON STOCKS (CONTINUED)		
	HOTELS AND GAMING (CONTINUED)		
3,761,000	Mandarin Oriental		
	International Ltd. ....	\$ 7,080,930	\$ 8,387,030
110,000	MGM Mirage+ .....	3,730,098	9,072,800
16,000	Orient-Express		
	Hotels Ltd., Cl. A .....	715,224	854,400
34,000	Starwood Hotels & Resorts		
	Worldwide Inc. ....	520,597	2,280,380
		-----	-----
		47,222,545	67,892,671
		-----	-----
	EQUIPMENT AND SUPPLIES -- 3.2%		
265,000	AMETEK Inc. ....	4,455,847	10,515,200
4,000	Amphenol Corp., Cl. A .....	14,775	142,600
50,000	Assa Abloy AB, Cl. B .....	948,665	1,107,586
94,000	CIRCOR International Inc. ....	974,241	3,800,420
200,000	Donaldson Co. Inc. ....	2,943,696	7,110,000
60,000	Fedders Corp.+ .....	253,770	13,800
110,000	Flowserve Corp. ....	2,075,580	7,876,000
23,000	Franklin Electric Co. Inc. ....	250,434	1,085,140
90,000	Gerber Scientific Inc.+ .....	988,544	1,045,800
75,000	GrafTech International Ltd.+ ..	785,966	1,263,000
315,000	IDEX Corp. ....	7,537,793	12,140,100
40,000	Ingersoll-Rand Co. Ltd.,		
	Cl. A .....	855,378	2,192,800
103,000	Lufkin Industries Inc. ....	1,000,348	6,648,650
11,000	Mueller Industries Inc. ....	485,034	378,840
2,000	Sealed Air Corp. ....	17,404	62,040
50,000	Tenaris SA, ADR .....	2,345,912	2,448,000
2,000	The Manitowoc Co. Inc. ....	25,450	160,760
100,000	The Weir Group plc .....	420,789	1,465,922
190,000	Watts Water		
	Technologies Inc., Cl. A ...	2,957,983	7,119,300
		-----	-----
		29,337,609	66,575,958
		-----	-----
	AVIATION: PARTS AND SERVICES -- 2.5%		
370,000	Curtiss-Wright Corp. ....	5,355,614	17,245,700
200,000	GenCorp Inc.+ .....	2,572,011	2,614,000
110,000	Precision Castparts Corp. ....	5,656,491	13,349,600
73,000	Sequa Corp., Cl. A+ .....	2,963,867	8,176,000
84,600	Sequa Corp., Cl. B+ .....	4,925,072	9,575,451
210,000	The Fairchild Corp., Cl. A+ ...	1,206,333	466,200
		-----	-----
		22,679,388	51,426,951
		-----	-----
	AUTOMOTIVE: PARTS AND ACCESSORIES -- 2.4%		
43,000	BorgWarner Inc. ....	1,126,424	3,699,720
182,000	CLARCOR Inc. ....	1,488,462	6,812,260
270,000	Dana Corp.+ .....	2,075,449	545,400
82,500	Earl Scheib Inc.+ .....	644,854	305,250
345,000	Genuine Parts Co. ....	12,737,964	17,112,000

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70,000	Johnson Controls Inc. ....	4,272,329	8,103,900
SHARES		COST	MARKET VALUE
-----		----	-----
130,000	Midas Inc.+ .....	\$ 1,805,604	\$ 2,947,100
317,500	Modine Manufacturing Co. ....	8,027,340	7,175,500
180,000	Proliance International Inc.+ .....	1,288,913	558,000
155,000	Standard Motor Products Inc. ....	1,710,838	2,329,650
35,000	Superior Industries International Inc. ....	822,800	761,600
27,000	TI Automotive Ltd., Cl. A+ (a) .....	0	0
		-----	-----
		36,000,977	50,350,380
		-----	-----
	BROADCASTING -- 2.1%		
95,000	British Sky Broadcasting Group plc .....	1,094,350	1,220,933
415,000	CBS Corp., Cl. A .....	13,320,613	13,831,950
6,143	Citadel Broadcasting Corp. ....	16,505	39,622
300,000	Clear Channel Communications Inc. ....	10,866,063	11,346,000
2,000	Cogeco Inc. ....	39,014	74,743
13,333	Corus Entertainment Inc., Cl. B, New York .....	49,629	624,384
3,333	Corus Entertainment Inc., Cl. B, Toronto .....	12,406	155,816
120,000	Gray Television Inc. ....	1,060,168	1,112,400
27,000	Gray Television Inc., Cl. A ...	317,211	252,450
77,000	Liberty Media Corp. - Capital, Cl. A+ .....	6,188,638	9,061,360
85,000	Lin TV Corp., Cl. A+ .....	1,185,597	1,598,850
120,000	Mediaset SpA .....	1,288,354	1,243,284
29,000	Modern Times Group MTG AB, Cl. B .....	1,754,858	1,880,556
100,000	Television Broadcasts Ltd. ....	396,239	703,397
110,000	Young Broadcasting Inc., Cl. A+ .....	960,534	405,900
		-----	-----
		38,550,179	43,551,645
		-----	-----
	BUSINESS SERVICES -- 1.8%		
7,050	ACCO Brands Corp.+ .....	126,069	162,502
50,000	aQuantive Inc.+ .....	3,183,975	3,190,000
18,000	Avis Budget Group Inc.+ .....	340,826	511,740
30,500	Canon Inc. ....	1,330,244	1,790,985
1,000	CheckFree Corp.+ .....	9,040	40,200
100,000	Clear Channel Outdoor Holdings Inc., Cl. A+ .....	2,029,434	2,834,000
186,554	Contax Participacoes SA, ADR .....	76,632	229,555
200,000	G4S plc .....	0	849,432
45,000	Jardine Matheson Holdings Ltd. ....	1,112,141	1,071,000
94,000	Landauer Inc. ....	2,511,653	4,629,500

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10

THE GABELLI EQUITY TRUST INC.  
SCHEDULE OF INVESTMENTS (CONTINUED)  
JUNE 30, 2007 (UNAUDITED)

SHARES		COST	MARKET VALUE
-----		----	-----
COMMON STOCKS (CONTINUED)			
BUSINESS SERVICES (CONTINUED)			
118,000	MasterCard Inc., Cl. A .....	\$ 4,735,650	\$ 19,572,660
72,500	Nashua Corp.+ .....	656,627	782,275
25,000	Secom Co. Ltd. ....	1,095,891	1,179,695
		-----	-----
		17,208,182	36,843,544
		-----	-----
COMMUNICATIONS EQUIPMENT -- 1.8%			
10,000	Andrew Corp.+ .....	109,277	144,400
480,000	Corning Inc.+ .....	4,124,295	12,264,000
90,000	Motorola Inc. ....	1,024,871	1,593,000
200,000	Nortel Networks Corp.+ .....	5,602,879	4,810,000
305,000	Thomas & Betts Corp.+ .....	9,229,463	17,690,000
		-----	-----
		20,090,785	36,501,400
		-----	-----
SPECIALTY CHEMICALS -- 1.5%			
40,000	Ashland Inc. ....	2,531,470	2,558,000
5,400	Ciba Specialty Chemicals AG, ADR .....	4,285	175,554
20,000	E.I. du Pont de Nemours and Co. ....	802,600	1,016,800
350,000	Ferro Corp. ....	7,353,490	8,725,500
2,000	FMC Corp. ....	136,430	178,780
50,000	H.B. Fuller Co. ....	668,859	1,494,500
170,000	Hercules Inc.+ .....	1,979,821	3,340,500
70,000	International Flavors & Fragrances Inc. ....	3,296,486	3,649,800
230,000	Omnova Solutions Inc.+ .....	1,861,571	1,391,500
275,000	Sensient Technologies Corp. ....	5,034,936	6,982,250
15,000	Syngenta AG, ADR .....	189,981	583,950
165,000	Tokai Carbon Co. Ltd. ....	677,815	1,547,817
4,032	Tronox Inc., Cl. B .....	44,467	56,650
		-----	-----
		24,582,211	31,701,601
		-----	-----
AEROSPACE -- 1.5%			
105,000	Boeing Co. ....	6,475,976	10,096,800
10,000	Lockheed Martin Corp. ....	585,900	941,300
80,000	Northrop Grumman Corp. ....	4,444,416	6,229,600
1,200,000	Rolls-Royce Group plc+ .....	9,166,092	12,976,426
71,040,000	Rolls-Royce Group plc, Cl. B .....	139,192	145,510
		-----	-----
		20,811,576	30,389,636
		-----	-----
CONSUMER SERVICES -- 1.5%			
200,000	IAC/InterActiveCorp+ .....	5,436,750	6,922,000
265,131	Liberty Media Corp. -		

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	Interactive, Cl. A+ .....	5,791,759	5,920,375
770,000	Rollins Inc. ....	11,836,909	17,532,900
		-----	-----
		23,065,418	30,375,275
		-----	-----
SHARES		COST	MARKET
-----		----	-----
	MACHINERY -- 1.4%		
20,000	Caterpillar Inc. ....	\$ 136,559	\$ 1,566,000
220,000	Deere & Co. ....	12,905,974	26,562,800
8,000	SMC Corp. ....	1,033,311	1,065,584
		-----	-----
		14,075,844	29,194,384
		-----	-----
	WIRELESS COMMUNICATIONS -- 1.1%		
98,000	America Movil SAB de CV, Cl. L, ADR .....	1,362,027	6,069,140
8,000	Clearwire Corp., Cl. A+ .....	168,858	195,440
2,000	NTT DoCoMo Inc. ....	4,368,481	3,167,513
3,340	Tele Norte Celular Participacoes SA, ADR+ .....	51,601	36,540
8,350	Telemig Celular Participacoes SA, ADR .....	241,320	420,339
32,165	Tim Participacoes SA, ADR .....	390,212	1,108,727
100,000	United States Cellular Corp.+ .....	4,333,517	9,060,000
270	Vivo Participacoes SA+ .....	941	2,153
174,122	Vivo Participacoes SA, ADR .....	2,370,461	872,351
5,845	Vivo Participacoes SA, Preference .....	89,788	29,058
70,000	Vodafone Group plc, ADR .....	1,902,872	2,354,100
		-----	-----
		15,280,078	23,315,361
		-----	-----
	ENVIRONMENTAL SERVICES -- 1.1%		
97,500	Republic Services Inc. ....	875,761	2,987,400
500,000	Waste Management Inc. ....	12,972,510	19,525,000
		-----	-----
		13,848,271	22,512,400
		-----	-----
	METALS AND MINING -- 1.0%		
20,000	Alcoa Inc. ....	602,426	810,600
33,000	Anglo American plc .....	1,250,229	1,951,585
89,148	Barrick Gold Corp. ....	2,610,253	2,591,532
280,000	Consolidated Minerals Ltd. ....	498,024	745,388
72,500	Harmony Gold Mining Co. Ltd.+ .....	347,738	1,028,592
35,000	Harmony Gold Mining Co. Ltd., ADR+ .....	460,008	499,450
75,000	Ivanhoe Mines Ltd.+ .....	560,208	1,068,000
52,000	New Hope Corp. Ltd. ....	70,252	97,429
155,000	Newmont Mining Corp. ....	4,747,145	6,054,300
23,000	Rio Tinto plc .....	1,324,709	1,767,561
69,666	Xstrata plc .....	1,525,449	4,178,729
		-----	-----
		13,996,441	20,793,166
		-----	-----

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See accompanying notes to financial statements.

11

## THE GABELLI EQUITY TRUST INC. SCHEDULE OF INVESTMENTS (CONTINUED) JUNE 30, 2007 (UNAUDITED)

SHARES		COST	MARKET VALUE
COMMON STOCKS (CONTINUED)			
ELECTRONICS -- 1.0%			
5,000	Advanced Micro Devices Inc.+ .....	\$ 52,100	\$ 71,500
13,000	Fanuc Ltd. ....	1,320,883	1,343,025
5,000	Hitachi Ltd., ADR .....	347,376	353,750
180,000	Intel Corp. ....	3,637,892	4,276,800
4,920	Keyence Corp. ....	941,170	1,076,107
80,000	LSI Corp.+ .....	474,386	600,800
20,000	Molex Inc., Cl. A .....	519,697	531,000
7,500	NEC Corp., ADR .....	43,625	38,625
38,000	Royal Philips Electronics NV .....	52,354	1,608,160
265,000	Texas Instruments Inc. ....	6,407,535	9,971,950
		13,797,018	19,871,717
AGRICULTURE -- 0.9%			
490,000	Archer-Daniels- Midland Co. ....	10,962,208	16,214,100
30,000	Monsanto Co. ....	1,342,682	2,026,200
30,000	The Mosaic Co.+ .....	491,686	1,170,600
		12,796,576	19,410,900
REAL ESTATE -- 0.8%			
70,000	Cheung Kong (Holdings) Ltd. ....	815,521	916,718
92,000	Florida East Coast Industries Inc. ....	1,851,507	7,634,160
55,500	Griffin Land & Nurseries Inc.+ .....	529,369	2,003,550
150,000	The St. Joe Co. ....	8,609,636	6,951,000
		11,806,033	17,505,428
AUTOMOTIVE -- 0.8%			
50,000	General Motors Corp. ....	1,432,150	1,890,000
125,000	Navistar International Corp.+ .....	3,272,936	8,250,000
64,500	PACCAR Inc. ....	431,444	5,614,080
		5,136,530	15,754,080
TRANSPORTATION -- 0.7%			
100,000	AMR Corp.+ .....	1,924,248	2,635,000
70,000	Asciano Group+ .....	568,851	601,176
165,000	GATX Corp. ....	4,548,661	8,126,250
15,000	Grupo TMM SA,		

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	Cl. A, ADR+ .....	80,459	50,850
50,000	Laidlaw International Inc. ....	1,732,530	1,727,500
70,000	Toll Holdings Ltd. ....	747,842	859,926
		9,602,591	14,000,702
		-----	-----
SHARES		COST	MARKET VALUE
-----		----	-----
	RETAIL -- 0.7%		
100,000	AutoNation Inc.+ .....	\$ 1,156,202	\$ 2,244,000
4,000	AutoZone Inc.+ .....	351,780	546,480
27,000	Coldwater Creek Inc.+ .....	54,462	627,210
40,000	Costco Wholesale Corp. ....	1,868,913	2,340,800
25,000	CVS Caremark Corp. ....	942,127	911,250
21,500	Hennes & Mauritz AB, Cl. B ....	919,237	1,277,891
30,000	Next plc .....	811,183	1,210,290
50,000	Sally Beauty Holdings Inc.+ ...	416,928	450,000
39,800	Seven & I Holdings Co. Ltd. ...	1,114,381	1,137,835
20,000	SUPERVALU Inc. ....	595,000	926,400
10,000	The Home Depot Inc. ....	342,745	393,500
73,000	Woolworths Ltd. ....	1,058,044	1,671,018
		9,631,002	13,736,674
		-----	-----
	CLOSED-END FUNDS -- 0.4%		
31,500	Royce Value Trust Inc. ....	388,298	674,730
104,000	The Central Europe and Russia Fund Inc. ....	2,391,965	5,377,840
70,000	The New Germany Fund Inc. ....	754,518	1,242,500
		3,534,781	7,295,070
		-----	-----
	COMPUTER SOFTWARE AND SERVICES -- 0.3%		
10,000	Check Point Software Technologies Ltd.+ .....	169,874	228,100
24,100	Square Enix Co. Ltd. ....	648,849	608,739
25,256	Telecom Italia Media SpA+ ....	26,868	9,281
160,000	Yahoo! Inc.+ .....	5,146,858	4,340,800
		5,992,449	5,186,920
		-----	-----
	PAPER AND FOREST PRODUCTS -- 0.2%		
114,000	Pactiv Corp.+ .....	1,196,847	3,635,460
		-----	-----
	MANUFACTURED HOUSING AND RECREATIONAL VEHICLES -- 0.2%		
70,000	Champion Enterprises Inc.+ ....	659,503	688,100
50,000	Fleetwood Enterprises Inc.+ ...	535,046	452,500
31,000	Huttig Building Products Inc.+ .....	78,168	234,670
7,000	Martin Marietta Materials Inc. ....	144,225	1,134,140
10,000	Nobility Homes Inc. ....	195,123	210,300
21,000	Skyline Corp. ....	842,087	630,210
		2,454,152	3,349,920
		-----	-----
	REAL ESTATE INVESTMENT TRUSTS -- 0.1%		
2,000	Camden Property Trust .....	37,490	133,940
2,187	Prosperity REIT .....	616	442

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24,984	Rayonier Inc. ....	798,811	1,127,778
		-----	-----
		836,917	1,262,160
		-----	-----
TOTAL			
	COMMON STOCKS .....	1,314,720,022	1,958,806,826
		-----	-----

See accompanying notes to financial statements.

12

THE GABELLI EQUITY TRUST INC.  
SCHEDULE OF INVESTMENTS (CONTINUED)  
JUNE 30, 2007 (UNAUDITED)

SHARES		COST	MARKET VALUE
-----		----	-----
	CONVERTIBLE PREFERRED STOCKS -- 0.1%		
	AEROSPACE -- 0.1%		
13,500	Northrop Grumman Corp., 7.000% Cv. Pfd., Ser. B ....	\$ 1,573,020	\$ 1,949,400
		-----	-----
	TELECOMMUNICATIONS -- 0.0%		
25,000	Cincinnati Bell Inc., 6.750% Cv. Pfd., Ser. B ....	787,113	1,196,250
		-----	-----
	TOTAL CONVERTIBLE PREFERRED STOCKS .....	2,360,133	3,145,650
		-----	-----
PRINCIPAL AMOUNT		COST	MARKET VALUE
-----		----	-----
	CONVERTIBLE CORPORATE BONDS -- 0.1%		
	AUTOMOTIVE: PARTS AND ACCESSORIES -- 0.1%		
\$ 1,000,000	Standard Motor Products Inc., Sub. Deb. Cv., 6.750%, 07/15/09 .....	974,129	957,500
		-----	-----
605,000	AEROSPACE -- 0.0% Kaman Corp., Sub. Deb. Cv., 6.000%, 03/15/12 .....	584,944	796,331
		-----	-----
	CONSUMER PRODUCTS -- 0.0%		
1,000,000	Pillowtex Corp., Sub. Deb. Cv., 9.000%, 12/15/07 (a) .....	0	0
		-----	-----
	TOTAL CONVERTIBLE CORPORATE BONDS .....	1,559,073	1,753,831
		-----	-----
SHARES			
-----			
	WARRANTS -- 0.0%		
	ENERGY AND UTILITIES -- 0.0%		
12,183	Mirant Corp., Ser. A, expire 01/03/11+ .....	36,353	280,453

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PRINCIPAL AMOUNT		COST	MARKET VALUE
-----		----	-----
	SHORT-TERM OBLIGATIONS -- 4.5% REPURCHASE AGREEMENTS -- 4.2%		
\$42,872,000	Barclays Capital Inc., 4.250%, dated 06/29/07, due 07/02/07, proceeds at maturity, \$42,887,184 (d) ..	\$ 42,872,000	\$ 42,872,000
42,871,000	Daiwa Securities America Inc., 4.000%, dated 06/29/07, due 07/02/07, proceeds at maturity, \$42,885,290 (e) ..	42,871,000	42,871,000
		-----	-----
		85,743,000	85,743,000
		-----	-----
5,500,000	U.S. TREASURY BILLS -- 0.3% U.S. Treasury Bills, 4.757% to 4.875%+, 08/02/07 to 09/20/07 (f) ...	5,457,362	5,457,869
		-----	-----
	TOTAL SHORT-TERM OBLIGATIONS .....	91,200,362	91,200,869
		-----	-----
TOTAL INVESTMENTS -- 100.0% .....		\$1,409,875,943	2,055,187,629
		=====	
WHEN ISSUED SECURITIES SOLD (Proceeds received \$1,283,295) .....			(1,232,400)
			-----
FUTURES CONTRACTS (unrealized depreciation) .....			(117,174)
OTHER ASSETS AND LIABILITIES (NET) .....			(3,517,091)
PREFERRED STOCK (8,956,900 preferred shares outstanding) .....			(403,742,500)
			-----
NET ASSETS -- COMMON STOCK (170,213,012 common shares outstanding) .....			\$1,646,578,464
			=====
NET ASSET VALUE PER COMMON SHARE (\$1,646,578,464 / 170,213,012 shares outstanding).....			\$9.67
			=====

SHARES		PROCEEDS	MARKET VALUE
-----		-----	-----
	WHEN ISSUED SECURITIES SOLD -- (0.0)% ELECTRONICS -- 0.0%		
15,000	Tyco Electronics Ltd. ....	\$ 578,066	\$ 585,900
	HEALTH CARE -- 0.0%		
15,000	Covidien Ltd. ....	705,229	646,500
		-----	-----
	TOTAL WHEN ISSUED SECURITIES SOLD .....	\$ 1,283,295	\$ 1,232,400
		=====	=====

See accompanying notes to financial statements.



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THE GABELLI EQUITY TRUST INC.  
 SCHEDULE OF INVESTMENTS (CONTINUED)  
 JUNE 30, 2007 (UNAUDITED)

NUMBER OF CONTRACTS		EXPIRATION DATE	UNREALIZED DEPRECIATION
-----		-----	-----
	FUTURES CONTRACTS -- SHORT POSITION		
370	S&P 500 Index Futures .....	09/20/07	\$ (117,174)
			=====

- (a) Security fair valued under procedures established by the Board of Directors. The procedures may include reviewing available financial information about the company and reviewing valuation of comparable securities and other factors on a regular basis. At June 30, 2007, the market value of fair valued securities amounted to \$561,995 or 0.03% of total investments.
- (b) Security exempt from registration under Rule 144A of the Securities Act of 1933, as amended. These securities may be resold in transactions exempt from registration, normally to qualified institutional buyers. At June 30, 2007, the market value of the Rule 144A security amounted to \$470,880 or 0.02% of total investments.
- (c) At June 30, 2007, the Fund held investments in restricted securities amounting to \$57,635 or 0.00% of total investments, which were valued under methods approved by the Board, as follows:

ACQUISITION SHARES	ISSUER	ACQUISITION DATE	ACQUISITION COST	06/30/07 CARRYING VALUE PER UNIT
-----	-----	-----	-----	-----
4,440,836	Cable & Wireless Jamaica Ltd. ....	03/29/01	\$101,639	\$0.0130

- (d) Collateralized by \$44,783,000 U.S. Treasury Notes, 3.125% to 3.625%, due 06/30/07 to 04/15/09, market value \$43,729,294.
- (e) Collateralized by \$33,385,000 U.S. Treasury Bond, 8.125%, due 08/15/21, market value \$43,729,440.
- (f) At June 30, 2007, \$5,500,000 of the principal amount was pledged as collateral for futures contracts.
- + Non-income producing security.
- ++ Represents annualized yield at date of purchase.
- ADR American Depositary Receipt
- CVO Contingent Value Obligation
- REIT Real Estate Investment Trust
- WI When Issued

	% OF MARKET VALUE	MARKET VALUE
	-----	-----
GEOGRAPHIC DIVERSIFICATION		
LONG POSITIONS		
North America .....	75.7%	\$1,555,255,877
Europe .....	16.5	338,710,261
Latin America .....	4.3	88,449,203

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Japan .....	2.5	51,337,744
Asia/Pacific .....	0.9	19,417,220
South Africa .....	0.1	2,017,324
	-----	-----
	100.0%	\$2,055,187,629
	=====	=====

WHEN ISSUED SECURITIES

Latin America .....	(0.0)%	\$ (1,232,400)
---------------------	--------	----------------

See accompanying notes to financial statements.

14

### THE GABELLI HEALTHCARE & WELLNESS (RX) TRUST SCHEDULE OF INVESTMENTS JUNE 30, 2007 (UNAUDITED)

SHARES	COST	MARKET VALUE
-----	----	-----
COMMON STOCKS -- 1.8%		
BEVERAGES -- 0.2%		
3,000 ITO EN Ltd. ....	\$ 98,338	\$ 98,680
200 PepsiCo Inc. ....	13,082	12,970
200 The Coca-Cola Co. ....	10,534	10,462
	-----	-----
	121,954	122,112
	-----	-----
BIOTECHNOLOGY -- 0.1%		
200 Alkermes Inc.+ ....	2,994	2,920
200 Alnylam Pharmaceuticals Inc.+ ....	3,216	3,038
200 Arena Pharmaceuticals Inc.+ ....	2,222	2,198
200 Array Biopharma Inc.+ ....	2,398	2,334
200 Biogen Idec Inc.+ ....	10,769	10,700
500 Crucell NV, ADR+ ....	11,188	11,115
200 Gilead Sciences Inc.+ ....	7,826	7,754
200 MannKind Corp.+ ....	2,530	2,466
200 Monogram Biosciences Inc.+ ....	342	338
200 Vanda Pharmaceuticals Inc.+ ....	4,064	4,052
	-----	-----
	47,549	46,915
	-----	-----
FOOD AND STAPLES RETAILING -- 0.3%		
5,000 CVS Caremark Corp. ....	185,080	182,250
200 Pathmark Stores Inc.+ ....	2,620	2,592
200 The Great Atlantic & Pacific Tea Co. Inc.+ ....	6,869	6,708
200 Village Super Market Inc., Cl. A ....	9,974	9,562
200 Wal-Mart Stores Inc. ....	9,658	9,622
	-----	-----
	214,201	210,734
	-----	-----
FOOD PRODUCTS -- 0.4%		
1,000 Cadbury Schweppes plc, ADR ....	54,032	54,300
200 Campbell Soup Co. ....	7,792	7,762
200 Dean Foods Co. ....	6,350	6,374

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200	Del Monte Foods Co. ....	2,478	2,432
200	Flowers Foods Inc. ....	6,815	6,672
200	General Mills Inc. ....	11,786	11,684
2,000	Groupe Danone, ADR ....	32,442	32,520
200	H.J. Heinz Co. ....	9,532	9,494
200	Hain Celestial Group Inc.+ ....	5,594	5,428
200	Kellogg Co. ....	10,368	10,358
500	Lifeway Foods Inc.+ ....	5,665	5,645
200	Nestle SA, ADR ....	19,094	19,130
2,000	Rock Field Co. Ltd. ....	32,771	32,893
50	Wimm-Bill-Dann Foods OJSC, ADR ....	5,180	5,201
2,000	YAKULT HONSHA Co. Ltd. ....	50,719	50,680
		-----	-----
		260,618	260,573
		-----	-----

SHARES		COST	MARKET VALUE
-----		----	-----
	HEALTH CARE EQUIPMENT AND SUPPLIES -- 0.4%		
200	Advanced Medical Optics Inc.+ ....	\$ 6,888	\$ 6,976
200	American Medical Systems Holdings Inc.+ ....	3,604	3,608
200	AngioDynamics Inc.+ ....	3,740	3,602
200	Aspect Medical Systems Inc.+ ....	3,018	2,992
1,000	Cutera Inc.+ ....	25,070	24,920
200	Cyberonics Inc.+ ....	3,436	3,364
300	DENTSPLY International Inc. ....	11,460	11,478
200	Edwards Lifesciences Corp.+ ....	9,978	9,868
200	ev3 Inc.+ ....	3,406	3,376
500	Exactech Inc.+ ....	8,053	8,040
200	Greatbatch Inc.+ ....	6,615	6,480
200	Hospira Inc.+ ....	7,842	7,808
2,000	I-Flow Corp.+ ....	33,342	33,480
200	Kinetic Concepts Inc.+ ....	10,470	10,394
500	Lifecore Biomedical Inc.+ ....	8,059	7,935
200	Medical Action Industries Inc.+ ....	3,738	3,612
200	Medtronic Inc. ....	10,354	10,372
200	Mentor Corp. ....	8,212	8,136
200	Micrus Endovascular Corp.+ ....	4,884	4,920
200	NeuroMetrix Inc.+ ....	1,904	1,942
200	Orthofix International NV+ ....	9,168	8,994
200	Respironics Inc.+ ....	8,454	8,518
1,000	St. Jude Medical Inc.+ ....	41,738	41,490
200	Thoratec Corp.+ ....	3,746	3,678
200	Varian Medical Systems Inc.+ ....	8,568	8,502
1,000	Vascular Solutions Inc.+ ....	9,484	9,370
500	Zimmer Holdings Inc.+ ....	42,697	42,445
		-----	-----
		297,928	296,300
		-----	-----
	HEALTH CARE PROVIDERS AND SERVICES -- 0.1%		
200	Aetna Inc. ....	9,984	9,880
200	Amedisys Inc.+ ....	7,485	7,266
200	Healthways Inc.+ ....	9,722	9,474
200	Henry Schein Inc.+ ....	10,729	10,686

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200	NightHawk Radiology Holdings Inc.+ .....	3,642	3,610
200	Omnicare Inc. ....	7,266	7,212
1,000	Owens & Minor Inc. ....	35,498	34,940
200	Patterson Companies Inc.+ .....	7,478	7,454
200	PSS World Medical Inc.+ .....	3,722	3,644
200	UnitedHealth Group Inc. ....	10,368	10,228
		-----	-----
		105,894	104,394
		-----	-----

See accompanying notes to financial statements.

15

THE GABELLI HEALTHCARE & WELLNESS(RX) TRUST  
SCHEDULE OF INVESTMENTS  
JUNE 30, 2007 (UNAUDITED)

SHARES		COST	MARKET VALUE
-----		----	-----
	COMMON STOCKS (CONTINUED)		
	PHARMACEUTICALS -- 0.3%		
200	Abbott Laboratories .....	\$ 10,774	\$ 10,710
200	Alpharma Inc., Cl. A .....	5,280	5,202
200	Aspreva Pharmaceuticals Corp.+ .....	3,498	3,460
200	Barr Pharmaceuticals Inc.+ .....	10,122	10,046
200	Endo Pharmaceuticals Holdings Inc.+ .....	6,958	6,846
2,000	Johnson & Johnson .....	123,072	123,240
200	K-V Pharmaceutical Co., Cl. A+ .....	5,510	5,448
200	Matrixx Initiatives Inc.+ .....	4,002	4,186
200	Merck & Co. Inc. ....	10,028	9,960
200	Pain Therapeutics Inc.+ .....	1,782	1,742
200	Sepracor Inc.+ .....	8,126	8,204
200	Teva Pharmaceutical Industries Ltd., ADR .....	8,202	8,250
		-----	-----
		197,354	197,294
		-----	-----
	TOTAL		
	COMMON STOCKS .....	1,245,498	1,238,322
		-----	-----
	PRINCIPAL AMOUNT	COST	MARKET VALUE
	-----	----	-----
	SHORT-TERM OBLIGATIONS -- 98.2%		
	REPURCHASE AGREEMENTS -- 9.7%		
\$ 6,700,000	Daiwa Securities America Inc., 4.000%, dated 06/29/07, due 07/02/07, proceeds at maturity, \$6,702,233 (a) .....	\$ 6,700,000	\$ 6,700,000
		-----	-----
	U.S. TREASURY BILLS -- 88.5%		

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61,812,000	U.S. Treasury Bill, 4.760%+, 09/27/07 .....	61,118,881	61,114,390
		-----	-----
	TOTAL SHORT-TERM OBLIGATIONS .....	67,818,881	67,814,390
		-----	-----
TOTAL INVESTMENTS -- 100.0%	.....	\$69,064,379	69,052,712
		=====	
OTHER ASSETS AND LIABILITIES (NET)	.....		(1,252,206)
			-----
NET ASSETS COMMON SHARES			
(8,474,459 common shares outstanding)	.....		\$67,800,506
			=====
NET ASSET VALUE PER COMMON SHARE			
(\$67,800,506 / 8,474,459 shares outstanding)	.....		\$8.00
			=====

-----  
(a) Collateralized by \$6,692,000 U.S. Treasury Note, 5.500%, due 02/15/08,  
market value \$6,834,205.  
+ Non-income producing security.  
++ Represents annualized yield at date of purchase.  
ADR American Depository Receipt  
OJSC Open Joint Stock Company

	% OF MARKET VALUE	MARKET VALUE
	-----	-----
GEOGRAPHIC DIVERSIFICATION		
North America .....	99.5%	\$68,730,949
Japan .....	0.3	182,254
Europe .....	0.2	130,515
Latin America .....	0.0	8,994
	-----	-----
	100.0%	\$69,052,712
	=====	=====

See accompanying notes to financial statements.

STATEMENTS OF ASSETS AND LIABILITIES  
JUNE 30, 2007 (UNAUDITED)

ASSETS:

Investments, at value (cost \$1,324,132,943 and \$62,364,379, respectively) ..... \$1,96

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Repurchase agreements, at value (cost \$85,743,000 and \$6,700,000, respectively) .....	8
Foreign currency, at value (cost \$1,381,573 and \$0, respectively) .....	
Deposit at broker .....	
Cash .....	
Receivable for investments sold .....	
Dividends and interest receivable .....	
Unrealized appreciation on swap contracts .....	
Variation margin .....	
Prepaid expense .....	
<b>TOTAL ASSETS</b> .....	<b>2,06</b>
<b>LIABILITIES:</b>	
When issued securities sold (proceeds received \$1,283,295) .....	
Payable to custodian .....	
Payable for investments purchased .....	
Payable for spin-off expenses .....	
Distributions payable .....	
Payable for investment advisory fees .....	
Payable for offering expenses .....	
Payable for payroll expenses .....	
Payable for accounting fees .....	
Payable for Directors'/Trustees' fees .....	
Other accrued expenses .....	
<b>TOTAL LIABILITIES</b> .....	<b>1</b>
<b>PREFERRED STOCK:</b>	
Series C Cumulative Preferred Stock (Auction Rate, \$25,000 liquidation value, \$0.001 par value, 5,200 shares authorized with 5,200 shares issued and outstanding) .....	13
Series D Cumulative Preferred Stock (5.875%, \$25 liquidation value, \$0.001 par value, 3,000,000 shares authorized with 2,949,700 shares issued and outstanding) .....	7
Series E Cumulative Preferred Stock (Auction Rate, \$25,000 liquidation value, \$0.001 par value, 2,000 shares authorized with 2,000 shares issued and outstanding) .....	5
Series F Cumulative Preferred Stock (6.20%, \$25 liquidation value, \$0.001 par value, 6,000,000 shares authorized with 6,000,000 shares issued and outstanding) .....	15
<b>TOTAL PREFERRED STOCK</b> .....	<b>40</b>
<b>NET ASSETS ATTRIBUTABLE TO COMMON SHAREHOLDERS</b> .....	<b>\$1,64</b>
<b>NET ASSETS ATTRIBUTABLE TO COMMON SHAREHOLDERS CONSIST OF:</b>	
Paid-in capital, at \$0.001 par value .....	\$1,05
Accumulated net investment income .....	
Accumulated distributions in excess of net realized gain on investments, futures contracts, swap contracts, and foreign currency transactions .....	(5)
Net unrealized appreciation (depreciation) on investments .....	64
Net unrealized appreciation on when issued securities sold .....	
Net unrealized appreciation on swap contracts .....	
Net unrealized depreciation on futures contracts .....	
Net unrealized appreciation on foreign currency translations .....	
<b>NET ASSETS</b> .....	<b>\$1,64</b>
<b>NET ASSET VALUE PER COMMON SHARE</b>	
Net Assets .....	\$1,64
Shares outstanding .....	17
Net Asset Value per Common Share .....	

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See accompanying notes to financial statements.

17

STATEMENTS OF OPERATIONS

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JUNE 3  
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INVESTMENT INCOME:	
Dividends (net of foreign taxes of \$745,664 and \$0, respectively) .....	\$ 1
Interest .....	---
TOTAL INVESTMENT INCOME .....	2
EXPENSES:	
Investment advisory fees .....	1
Healthcare & Wellness(Rx) Trust spin-off expenses .....	---
Shareholder communications expenses .....	---
Auction agent fees .....	---
Custodian fees .....	---
Payroll expenses .....	---
Legal and audit fees .....	---
Directors'/Trustees' fees .....	---
Shareholder services fees .....	---
Accounting fees .....	---
Interest expense .....	---
Miscellaneous expenses .....	---
TOTAL EXPENSES .....	1
Less: Custodian fee credits .....	---
NET EXPENSES .....	1
NET INVESTMENT INCOME .....	1
NET REALIZED AND UNREALIZED GAIN (LOSS) ON INVESTMENTS, WHEN ISSUED SECURITIES SOLD, SWAP CONTRACTS, FUTURES CONTRACTS, AND FOREIGN CURRENCY:	
Net realized gain on investments .....	1
Capital gain distributions from investment company .....	---
Net realized gain on swap contracts .....	---
Net realized loss on futures contracts .....	(
Net realized loss on foreign currency transactions .....	---
Net realized gain on investments, swap contracts, futures contracts, and foreign currency transactions .....	1
Net change in unrealized appreciation/depreciation:	
on investments .....	16
on sale of when issued securities .....	---
on swap contracts .....	---

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on futures contracts .....	
on foreign currency translations .....	
Net change in unrealized appreciation/depreciation on investments, on sale of when issued securities, swap contracts, futures contracts, and foreign currency translations .....	16
NET REALIZED AND UNREALIZED GAIN (LOSS) ON INVESTMENTS, WHEN ISSUED SECURITIES SOLD, SWAP CONTRACTS, FUTURES CONTRACTS, AND FOREIGN CURRENCY .....	18
NET INCREASE IN NET ASSETS RESULTING FROM OPERATIONS .....	19
Total Distributions to Preferred Stock Shareholders .....	(1)
NET INCREASE IN NET ASSETS ATTRIBUTABLE TO COMMON SHAREHOLDERS RESULTING FROM OPERATIONS .....	\$18

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(a) The Gabelli Healthcare & Wellness (Rx) Trust commenced investment operations on June 28, 2007.

See accompanying notes to financial statements.

STATEMENTS OF CHANGES IN NET ASSETS  
ATTRIBUTABLE TO COMMON SHAREHOLDERS

	THE GABELLI EQUITY TRUST INC.	
	SIX MONTHS ENDED JUNE 30, 2007 (UNAUDITED)	YEAR DECEMBER
	-----	-----
OPERATIONS:		
Net investment income .....	\$ 11,802,796	\$ 3
Net realized gain on investments, swap contracts, futures contracts, and foreign currency transactions .....	16,625,887	14
Net change in unrealized appreciation/depreciation on investments, on sale of when issued securities, swap contracts, futures contracts, and foreign currency translations .....	164,151,255	21
	-----	-----
NET INCREASE IN NET ASSETS RESULTING FROM OPERATIONS .....	192,579,938	39
	-----	-----
DISTRIBUTIONS TO PREFERRED SHAREHOLDERS:		
Net investment income .....	(1,786,044) *	(
Net realized short-term gains on investments, swap contracts, futures contracts, and foreign currency transactions .....	--	(
Net realized long-term gains on investments, swap contracts, futures contracts, and foreign currency transactions .....	(9,520,123) *	(1
	-----	-----
TOTAL DISTRIBUTIONS TO PREFERRED SHAREHOLDERS .....	(11,306,167)	(2
	-----	-----
NET INCREASE IN NET ASSETS ATTRIBUTABLE TO COMMON SHAREHOLDERS		



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RESULTING FROM OPERATIONS .....	181,273,771	36
<hr style="border-top: 1px dashed black;"/>		
DISTRIBUTIONS TO COMMON SHAREHOLDERS:		
Net investment income .....	(10,710,025) *	(2)
Net realized short-term gains on investments, swap contracts, futures contracts, and foreign currency transactions .....	--	(1)
Net realized long-term gains on investments, swap contracts, futures contracts, and foreign currency transactions .....	(7,105,764) *	(10)
Return of capital .....	(117,777,371) * (b)	(14)
<hr style="border-top: 1px dashed black;"/>		
TOTAL DISTRIBUTIONS TO COMMON SHAREHOLDERS .....	(135,593,160)	(14)
<hr style="border-top: 1px dashed black;"/>		
FUND SHARE TRANSACTIONS:		
Net increase in net assets from common shares issued in offering, upon reorganization, and reinvestment of distributions .....	13,991,574	2
Offering costs for preferred shares charged to paid-in capital ....	--	(
Offering costs for issuance of rights charged to paid-in capital ..	--	)
<hr style="border-top: 1px dashed black;"/>		
NET INCREASE IN NET ASSETS FROM FUND SHARE TRANSACTIONS .....	13,991,574	1
<hr style="border-top: 1px dashed black;"/>		
NET INCREASE IN NET ASSETS ATTRIBUTABLE TO COMMON SHAREHOLDERS ....	59,672,185	24
NET ASSETS ATTRIBUTABLE TO COMMON SHAREHOLDERS:		
Beginning of period .....	1,586,906,279	1,34
<hr style="border-top: 1px dashed black;"/>		
End of period (including undistributed net investment income of \$0, \$693,273, and \$16,501, respectively) .....	\$1,646,578,464	\$1,58
<hr style="border-top: 1px dashed black;"/>		

\* Based on fiscal year to date book income. Amounts are subject to change and recharacterization at fiscal year end.

(a) The Gabelli Healthcare & Wellness(Rx) Trust commenced investment operations on June 28, 2007.

(b) A distribution of \$67,795,672 for The Gabelli Healthcare & Wellness (Rx) Trust spin-off was from paid-in-capital.

See accompanying notes to financial statements.

19

### THE GABELLI EQUITY TRUST INC. AND THE GABELLI HEALTHCARE & WELLNESS(RX) TRUST NOTES TO FINANCIAL STATEMENTS (UNAUDITED)

1. ORGANIZATION. The Gabelli Equity Trust Inc. (the "Equity Trust") is a non-diversified closed-end management investment company organized as a Maryland corporation on May 20, 1986 and registered under the Investment Company Act of 1940, as amended (the "1940 Act"), whose primary objective is long-term growth of capital. Investment operations commenced on August 21, 1986.

The Equity Trust will invest at least 80% of its assets in equity securities under normal market conditions (the "80% Policy"). The 80% Policy may be changed without shareholder approval. The Equity Trust will provide shareholders with notice at least 60 days prior to the implementation of any changes in the 80% Policy.

The Gabelli Healthcare & Wellness(Rx) Trust ("Healthcare Trust") is a

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non-diversified closed-end management investment company organized as a Delaware statutory trust on February 20, 2007 and registered under the 1940 Act, whose objective is long-term growth of capital. Investment operations commenced on June 28, 2007. The Healthcare Trust had no operations prior to June 28, 2007, other than the sale of 12,500 common shares for \$100,000 to the Equity Trust. On June 28, 2007, the Equity Trust contributed \$67,695,672 in cash in exchange for shares of the Healthcare Trust, and on the same date distributed such shares to the holders of record on June 21, 2007 at the rate of one share of the Healthcare Trust for every twenty shares of the Equity Trust common stock.

Under normal market conditions, the Healthcare Trust will invest at least 80% of its assets in equity securities and income producing securities of domestic and foreign companies in the healthcare and wellness industries.

2. SIGNIFICANT ACCOUNTING POLICIES. The preparation of financial statements in accordance with United States ("U.S.") generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts and disclosures in the financial statements. Actual results could differ from those estimates. The following is a summary of significant accounting policies followed by the Equity Trust and the Healthcare Trust (each a "Fund", collectively, the "Funds") in the preparation of their financial statements.

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 for the Equity Trust or the Board of Trustees for the Healthcare Trust (the "Board" or the "Boards") so determines, by such other method as the respective 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 respective 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 instruments with remaining maturities of 60 days or less that are not credit impaired are valued at amortized cost, unless the respective Board determines such amount does not reflect the securities' fair value, in which case these securities will be fair valued as determined by the respective Board. Debt instruments having a maturity greater than 60 days 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. Futures contracts are valued at the closing settlement price of the exchange or board of trade on which the applicable contract is traded.

20

THE GABELLI EQUITY TRUST INC. AND  
THE GABELLI HEALTHCARE & WELLNESS(RX) TRUST  
NOTES TO FINANCIAL STATEMENTS (CONTINUED) (UNAUDITED)

Securities and assets for which market quotations are not readily available

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are fair valued as determined by the Boards. 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 to the valuation and changes in valuation of similar securities, including a comparison of foreign securities to the equivalent U.S. dollar value ADR 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.

In September 2006, the Financial Accounting Standards Board (the "FASB") issued Statement of Financial Accounting Standards ("SFAS") 157, Fair Value Measurements, which clarifies the definition of fair value and requires companies to expand their disclosure about the use of fair value to measure assets and liabilities in interim and annual periods subsequent to initial recognition. Adoption of SFAS 157 requires the use of the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. SFAS 157 is effective for financial statements issued for fiscal years beginning after November 15, 2007, and interim periods within those fiscal years. At this time, management is in the process of reviewing the requirements of SFAS 157 against its current valuation policies to determine future applicability.

**REPURCHASE AGREEMENTS.** Each Fund may enter into repurchase agreements with primary government securities dealers recognized by the Federal Reserve Board, with member banks of the Federal Reserve System, or with other brokers or dealers that meet credit guidelines established by the Adviser and reviewed by the Board. Under the terms of a typical repurchase agreement, the Fund takes possession of an underlying debt obligation subject to an obligation of the seller to repurchase, and the Fund to resell, the obligation at an agreed-upon price and time, thereby determining the yield during the Fund's holding period. The Fund will always receive and maintain securities as collateral whose market value, including accrued interest, will be at least equal to 102% of the dollar amount invested by the Fund in each agreement. The Fund will make payment for such securities only upon physical delivery or upon evidence of book entry transfer of the collateral to the account of the custodian. To the extent that any repurchase transaction exceeds one business day, the value of the collateral is marked-to-market on a daily basis to maintain the adequacy of the collateral. If the seller defaults and the value of the collateral declines or if bankruptcy proceedings are commenced with respect to the seller of the security, realization of the collateral by the Fund may be delayed or limited. At June 30, 2007, the Equity Trust and the Healthcare Trust had investments of \$85,743,000 and \$6,700,000 in repurchase agreements, respectively.

**INVESTMENTS IN OTHER INVESTMENT COMPANIES.** Each Fund may invest, from time to time, in shares of other investment companies (or entities that would be considered investment companies but are excluded from the definition pursuant to certain exceptions under the 1940 Act) (the "Acquired Funds") in accordance with the 1940 Act and related rules. As a shareholder in the Fund, you would bear the pro rata portion of the periodic expenses of the Acquired Funds in addition to the Fund's expenses. For the six months ended June 30, 2007, the Equity Trust and the Healthcare Trust's pro rata portion of the periodic expenses charged by the Acquired Funds was less than one basis point.

**OPTIONS.** Each Fund may purchase or write call or put options on securities or indices. 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 put options, the Fund pays a premium for the right to

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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

21

### THE GABELLI EQUITY TRUST INC. AND THE GABELLI HEALTHCARE & WELLNESS(RX) TRUST NOTES TO FINANCIAL STATEMENTS (CONTINUED) (UNAUDITED)

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.

In the case of call options, these 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 moderately during the option period, (b) at-the-money call options when the Adviser expects that the price of the underlying security will remain stable 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.

SWAP AGREEMENTS. The Funds may enter into interest rate swap or cap transactions. The use of swaps and caps is a highly specialized activity that involves investment techniques and risks different from those associated with ordinary portfolio transactions. Swap agreements may involve, to varying degrees, elements of market and counterparty risk, and exposure to loss in excess of the related amounts reflected in the Statements of Assets and Liabilities. In an interest rate swap, a Fund would agree to pay to the other party to the interest rate swap (which is known as the "counterparty") periodically a fixed rate payment in exchange for the counterparty agreeing to pay to the Fund periodically a variable rate payment that, for the Equity Trust, is intended to approximate the Equity Trust's variable rate payment obligation on Series C Preferred Stock. In an interest rate cap, a Fund would pay a premium to the counterparty and, to the extent that a specified variable rate index exceeds a predetermined fixed rate, would receive from that counterparty payments of the difference based on the notional amount of such cap. Interest rate swap and cap transactions introduce additional risk because the Equity Trust would remain obligated to pay preferred stock dividends when due in accordance with the Articles Supplementary even if the counterparty defaulted. If there is a default by the counterparty to a swap contract, that Fund will be limited to contractual remedies pursuant to the agreements related to the transaction. There is no assurance that the swap contract counterparties will be able to meet their obligations pursuant to a swap contract or that, in the event of default, the Fund will succeed in pursuing contractual remedies. The Fund thus assumes the risk that it may be delayed in or prevented from obtaining payments owed to it pursuant to a swap contract. The creditworthiness of the swap contract counterparties is closely monitored in order to minimize this risk. Depending on the general state of short-term interest rates and the returns on a Fund's portfolio securities at that point in time, such a default could negatively affect the Fund's ability to make dividend payments. In addition, at the time an interest rate swap or cap transaction reaches its

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scheduled termination date, there is a risk that a Fund will not be able to obtain a replacement transaction or that the terms of the replacement will not be as favorable as on the expiring transaction. If this occurs, it could have a negative impact on the Fund's ability to make dividend payments.

The use of derivative instruments involves, to varying degrees, elements of market and counterparty risk in excess of the amount recognized in the Statements of Assets and Liabilities.

Unrealized gains related to swaps are reported as an asset and unrealized losses are reported as a liability in the Statements of Assets and Liabilities. The change in value of swaps, including the accrual of periodic amounts of interest to be paid or received on swaps is reported as unrealized gains or losses in the Statements of Operations. A realized gain or loss is recorded upon payment or receipt of a periodic payment or termination of swap agreements.

22

THE GABELLI EQUITY TRUST INC. AND  
THE GABELLI HEALTHCARE & WELLNESS(RX) TRUST  
NOTES TO FINANCIAL STATEMENTS (CONTINUED) (UNAUDITED)

The Equity Trust has entered into an interest rate swap agreement with Citibank N.A. Under the agreement, the Equity Trust receives a floating rate of interest and pays a respective fixed rate of interest on the nominal value of the swap. Details of the swap at June 30, 2007 are as follows:

NOTIONAL AMOUNT -----	FIXED RATE -----	VARIABLE RATE* (RATE RESET MONTHLY) -----	TERMINATION DATE -----
\$130,000,000	4.494%	5.32%	July 2, 2007

-----  
\* Based on Libor (London Interbank Offered Rate).

FUTURES CONTRACTS. Each Fund may engage in futures contracts for the purpose of hedging against changes in the value of its portfolio securities and in the value of securities it intends to purchase. Upon entering into a futures contract, the Fund is required to deposit with the broker an amount of cash or cash equivalents equal to a certain percentage of the contract amount. This is known as the "initial margin". Subsequent payments ("variation margin") are made or received by the Fund each day, depending on the daily fluctuations in the value of the contract, which are included in unrealized appreciation/(depreciation) on investments and futures contracts. The Fund recognizes a realized gain or loss when the contract is closed.

There are several risks in connection with the use of futures contracts as a hedging instrument. The change in value of futures contracts primarily corresponds with the value of their underlying instruments, which may not correlate with the change in value of the hedged investments. In addition, there is the risk that the Fund may not be able to enter into a closing transaction because of an illiquid secondary market. Open futures contracts at June 30, 2007 are reflected within the Schedules of Investments.

FORWARD FOREIGN EXCHANGE CONTRACTS. Each Fund may engage in forward foreign exchange contracts for hedging a specific transaction with respect to either the currency in which the transaction is denominated or another currency as deemed

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appropriate by the Adviser. Forward foreign exchange contracts are valued at the forward rate and are marked-to-market daily. The change in market value is included in unrealized appreciation/(depreciation) on investments and foreign currency translations. When the contract is closed, the Fund records a realized gain or loss equal to the difference between the value of the contract at the time it was opened and the value at the time it was closed.

The use of forward foreign exchange contracts does not eliminate fluctuations in the underlying prices of the Fund's portfolio securities, but it does establish a rate of exchange that can be achieved in the future. Although forward foreign exchange contracts limit the risk of loss due to a decline in the value of the hedged currency, they also limit any potential gain that might result should the value of the currency increase. In addition, the Fund could be exposed to risks if the counterparties to the contracts are unable to meet the terms of their contracts. At June 30, 2007, there were no open forward foreign exchange contracts in the Funds.

FOREIGN CURRENCY TRANSLATIONS. The books and records of each Fund are maintained in U.S. dollars. Foreign currencies, investments, and other assets and liabilities are translated into U.S. dollars at the 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

23

### THE GABELLI EQUITY TRUST INC. AND THE GABELLI HEALTHCARE & WELLNESS(RX) TRUST NOTES TO FINANCIAL STATEMENTS (CONTINUED) (UNAUDITED)

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 trade date and subsequent sale trade date is included in realized gain/(loss) on investments.

FOREIGN SECURITIES. Each 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 ability 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 those of securities of comparable U.S. issuers.

FOREIGN TAXES. The Funds may be subject to foreign taxes on income, gains on investments, or currency repatriation, a portion of which may be recoverable. The Funds 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 AND ILLIQUID SECURITIES. The Equity Trust may invest up to 10% of its net assets in securities for which the markets are illiquid. The Healthcare Trust may invest without limit in illiquid securities. Illiquid securities include securities the disposition of which is subject to substantial

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legal or contractual restrictions. The sale of illiquid securities often requires more time and results in higher brokerage charges or dealer discounts and other selling expenses than does 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.

**CONCENTRATION RISKS.** The Healthcare Trust will invest a significant portion of its assets in companies in the healthcare and wellness industries. As a result, the Healthcare Trust may be more susceptible to economic, political, and regulatory developments in this particular sector of the market, positive or negative, and may experience increased volatility to the Healthcare Trust's NAV and a magnified effect in its total return.

**SECURITIES TRANSACTIONS AND INVESTMENT INCOME.** Securities transactions are accounted for on the trade date with realized gain or loss on investments determined by using the identified cost method. Interest income (including amortization of premium and accretion of discount) is recorded on the accrual basis. Premiums and discounts on debt securities are amortized using the effective yield to maturity method. Dividend income is recorded on the ex-dividend date except for certain dividends which are recorded as soon as the Fund is informed of the dividend.

**CUSTODIAN FEE CREDITS AND INTEREST EXPENSE.** When cash balances are maintained in the custody account, each Fund receives credits which are used to offset custodian fees. The gross expenses paid under the custody arrangement are included in custodian fees in the Statements of Operations with the corresponding expense offset, if any, shown as "custodian fee credits". When cash balances are overdrawn, the respective Fund is charged an overdraft fee equal to 110% of the 90 day Treasury Bill rate on outstanding balances. This amount, if any, would be shown as "interest expense" in the Statements of Operations.

**DISTRIBUTIONS TO SHAREHOLDERS.** Distributions to common shareholders are recorded on the ex-dividend date. Distributions to shareholders are based on income and capital gains as determined in accordance with federal income tax regulations, which may differ from income and capital gains as determined under U.S. generally accepted accounting principles. These differences are primarily due to differing treatments of income and gains on various investment securities and foreign currency transactions held by the respective Fund, timing differences, and differing characterizations of

24

THE GABELLI EQUITY TRUST INC. AND  
THE GABELLI HEALTHCARE & WELLNESS(RX) TRUST  
NOTES TO FINANCIAL STATEMENTS (CONTINUED) (UNAUDITED)

distributions made by the Funds. Distributions from net investment income include net realized gains on foreign currency transactions. These book/tax differences are either temporary or permanent in nature. To the extent these differences are permanent, adjustments are made to the appropriate capital accounts in the period when the differences arise. These reclassifications have no impact on the NAV of the Funds.

Distributions to shareholders of the Equity Trust's 7.20% Series B

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Cumulative Preferred Stock, Series C Auction Rate Cumulative Preferred Stock, 5.875% Series D Cumulative Preferred Stock, Series E Auction Rate Cumulative Preferred Stock, and 6.20% Series F Cumulative Preferred Stock ("Cumulative Preferred Stock") are recorded on a daily basis and are determined as described in Note 5.

The tax character of distributions paid during the fiscal year ended December 31, 2006 for the Equity Trust was as follows:

	COMMON -----	PREFERRED -----
DISTRIBUTIONS PAID FROM:		
Ordinary income		
(inclusive of short-term capital gains)	\$ 36,958,559	\$ 6,282,132
Net long-term capital gains .....	109,810,607	18,665,359
	-----	-----
Total distributions paid .....	\$146,769,166	\$24,947,491
	=====	=====

PROVISION FOR INCOME TAXES. The Equity Trust intends to continue to qualify as, and the Healthcare Trust intends to elect to be treated and to qualify as, regulated investment companies under Subchapter M of the Internal Revenue Code of 1986, as amended (the "Code"). It is the policy of each Fund to comply with the requirements of the Code applicable to regulated investment companies and to distribute substantially all of its net investment company taxable income and net capital gains. Therefore, no provisions for federal income taxes are required.

As of December 31, 2006, the components of accumulated earnings/(losses) on a tax basis were as follows:

Net unrealized appreciation on investments .....	\$475,036,839
Net unrealized appreciation on foreign currency and swap contracts .....	537,593
Undistributed ordinary income (inclusive of short-term capital gains) .....	777,037
Undistributed long-term capital gains .....	472,624
	-----
Total .....	\$476,824,093
	=====

The following summarizes the tax cost of investments, swap contracts, and the related unrealized appreciation/(depreciation) at June 30, 2007:

	EQUITY TRUST COST ----	GROSS UNREALIZED APPRECIATION -----	GROSS UNREALIZED DEPRECIATION -----	NET UNR APPREC -----
Investments .....	\$1,414,400,503	\$693,590,947	\$(52,803,821)	\$640,78
When issued				
securities sold ....	(1,283,295)	58,729	(7,834)	5
Swap contracts .....	--	175,929	--	17
	-----	-----	-----	-----
	\$1,413,117,208	\$693,825,605	\$(52,811,655)	\$641,01
	=====	=====	=====	=====

HEALTHCARE TRUST



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	COST	GROSS UNREALIZED APPRECIATION	GROSS UNREALIZED DEPRECIATION	NET UNREALIZED DEPRECIATION
	----	-----	-----	-----
Investments .....	\$69,064,379	\$1,773	\$(13,440)	\$ (1

25

THE GABELLI EQUITY TRUST INC. AND  
 THE GABELLI HEALTHCARE & WELLNESS(RX) TRUST  
 NOTES TO FINANCIAL STATEMENTS (CONTINUED) (UNAUDITED)

In July 2006, the FASB issued Interpretation No. 48, "Accounting for Uncertainty in Income Taxes, an Interpretation of FASB Statement No. 109" ("the Interpretation"). The Interpretation established for all entities, including pass-through entities such as the Funds, a minimum threshold for financial statement recognition of the benefit of positions taken in filing tax returns (including whether an entity is taxable in a particular jurisdiction), and required certain expanded tax disclosures. The Interpretation was implemented by the Funds on June 29, 2007 and applied to all open tax years as of the effective date. Management has evaluated the application of the Interpretation to the Funds, and the adoption of the Interpretation had no impact on the amounts reported in the Funds' financial statements.

3. AGREEMENTS AND TRANSACTIONS WITH AFFILIATES. Each Fund has entered into an investment advisory agreement (the "Advisory Agreement") with the Adviser which provides that the Fund will pay the Adviser a fee, computed weekly and paid monthly, equal on an annual basis to 1.00% of the value of the Fund's average weekly net assets including the liquidation value of preferred stock for the Equity Trust. In accordance with the Advisory Agreements, the Adviser provides a continuous investment program for each Fund's portfolio and oversees the administration of all aspects of the Fund's business and affairs. For the Equity Trust, the Adviser has agreed to reduce the management fee on the incremental assets attributable to the Cumulative Preferred Stock if the total return of the NAV of the common shares of the Equity Trust, including distributions and advisory fee subject to reduction, does not exceed the stated dividend rate or corresponding swap rate of each particular series of the Cumulative Preferred Stock for the fiscal year.

The Equity Trust's total return on the NAV of the common shares is monitored on a monthly basis to assess whether the total return on the NAV of the common shares exceeds the stated dividend rate or corresponding swap rate of each particular series of Cumulative Preferred Stock for the period. For the six months ended June 30, 2007, the Equity Trust's total return on the NAV of the common shares exceeded the stated dividend rate on corresponding swap rate of Series C Auction Rate, 5.875% Series D, Series E Auction Rate, and 6.20% Series F Cumulative Preferred Stock. Thus, management fees were accrued on these assets. The Equity Trust's total return on the net asset value of the common shares did not exceed the stated dividend rate or corresponding swap rate of 7.20% Series B Cumulative Preferred Stock. Thus, management fees with respect to the liquidation value of these preferred stock assets in the amount of \$23,733 were not accrued.

During the period ended June 30, 2007, the Equity Trust and the Healthcare Trust paid brokerage commissions of \$208,934 and \$718, respectively, to Gabelli & Company, Inc. ("Gabelli & Company"), an affiliate of the Adviser.

The cost of calculating each Fund's NAV per share is a Fund expense pursuant to the Advisory Agreement between the Fund and the Adviser. During the period ended June 30, 2007, the Equity Trust and the Healthcare Trust paid or

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accrued \$22,375 and \$371, respectively, to the Adviser in connection with the cost of computing each Fund's NAV.

The Equity Trust and the Healthcare Trust are assuming their portion of the allocated cost of the Gabelli Funds' Chief Compliance Officer in the amount of \$16,894 and \$0, respectively, for the period ended June 30, 2007, which is included in payroll expenses in the Statements of Operations.

As per the approval of the Board, the Equity Trust compensates officers of the Equity Trust that are employed by the Equity Trust and are not employed by the Adviser (although the officers may receive incentive-based variable compensation from affiliates of the Adviser). For the six months ended June 30, 2007, the Fund paid \$103,213, which is included in payroll expenses in the Statement of Operations.

The Equity Trust pays each Director that is not considered to be an affiliated person an annual retainer of \$12,000 plus \$1,500 for each Board meeting attended in person and \$500 per telephonic meeting, and they are reimbursed for any out of

26

### THE GABELLI EQUITY TRUST INC. AND THE GABELLI HEALTHCARE & WELLNESS(RX) TRUST NOTES TO FINANCIAL STATEMENTS (CONTINUED) (UNAUDITED)

pocket expenses incurred in attending meetings. All Board committee members receive \$1,000 per meeting attended. In addition, the Audit Committee Chairman receives an annual fee of \$3,000, the Proxy Voting Committee Chairman receives an annual fee of \$1,500, and the Nominating Committee Chairman receives an annual fee of \$2,000. Directors who are directors or employees of the Adviser or an affiliated company receive no compensation or expense reimbursement from the Equity Trust.

The Healthcare Trust pays each Trustee who is not considered to be an affiliated person an annual retainer of \$3,000 plus \$1,000 for each Board meeting attended in person and \$500 per telephonic meeting, and they are reimbursed for any out of pocket expenses incurred in attending meetings. In addition, the Audit Committee Chairman receives an annual fee of \$3,000, and the Nominating Committee Chairman receives an annual fee of \$3,000. Trustees who are directors or employees of the Adviser or an affiliated company receive no compensation or expense reimbursement from the Healthcare Trust.

4. PORTFOLIO SECURITIES. Purchases and proceeds from the sales of securities for the period ended June 30, 2007, other than short-term securities, aggregated \$297,311,898 and \$128,740,863, respectively, for the Equity Trust and \$1,245,498 and \$0, respectively, for the Healthcare Trust.

5. CAPITAL. The charter permits the Equity Trust to issue 246,000,000 shares of common stock (par value \$0.001) and authorizes the Board to increase its authorized shares from time to time. The Board has authorized the repurchase of its shares on the open market when the shares are trading on the New York Stock Exchange ("NYSE") at a discount of 10% or more (or such other percentage as the Board may determine from time to time) from the NAV of the shares. During the six months ended June 30, 2007, the Equity Trust did not repurchase any shares of its common stock in the open market.

The Healthcare Trust is authorized to issue an unlimited number of shares of beneficial interest (par value \$0.001). The Board has authorized the repurchase of its shares on the open market when the shares are trading on the NYSE at a discount of 10% or more (or such other percentage as the Board may

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determine from time to time) from the NAV of the shares. During the period ended June 30, 2007, the Healthcare Trust did not repurchase any of its common shares in the open market.

Transactions in common shares were as follows:

	SIX MONTHS ENDED JUNE 30, 2007 (UNAUDITED)	
	----- EQUITY TRUST -----	
	SHARES	AMOUNT
	-----	-----
Shares issued upon reinvestment of distributions .....	1,456,740	\$13,991,574
	-----	-----
Net increase .....	1,456,740	\$13,991,574
	=====	=====
	PERIOD ENDED JUNE 30, 2007 (A) (UNAUDITED)	
	----- HEALTHCARE TRUST -----	
	SHARES	AMOUNT
	-----	-----
Initial seed capital .....	12,500	\$ 100,000
Additional shares issued immediately prior to the spin-off from the Equity Trust .....	8,461,959	67,695,672
	-----	-----
Net increase .....	8,474,459	\$67,795,672
	=====	=====

-----  
(a) The Gabelli Healthcare & Wellness(Rx) Trust commenced investment operations on June 28, 2007.

THE GABELLI EQUITY TRUST INC. AND  
THE GABELLI HEALTHCARE & WELLNESS(RX) TRUST  
NOTES TO FINANCIAL STATEMENTS (CONTINUED) (UNAUDITED)

The Equity Trust's Articles of Incorporation, as amended, authorizes the issuance of up to 18,000,000 shares of \$0.001 par value Cumulative Preferred Stock. The Cumulative Preferred Stock is senior to the common stock and results in the financial leveraging of the common stock. Such leveraging tends to magnify both the risks and opportunities to common shareholders. Dividends on shares of the Cumulative Preferred Stock are cumulative. The Equity Trust is required by the 1940 Act and by the Articles Supplementary to meet certain asset coverage tests with respect to the Cumulative Preferred Stock. If the Equity Trust fails to meet these requirements and does not correct such failure, the Equity Trust may be required to redeem, in part or in full, the 7.20% Series B, Series C Auction Rate, 5.875% Series D, Series E Auction Rate, and 6.20% Series F Cumulative Preferred Stock at redemption prices of \$25, \$25,000, \$25, \$25,000, and \$25, respectively, per share plus an amount equal to the accumulated and

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unpaid dividends whether or not declared on such shares in order to meet these requirements. Additionally, failure to meet the foregoing asset coverage requirements could restrict the Equity Trust's ability to pay dividends to common shareholders and could lead to sales of portfolio securities at inopportune times. The income received on the Equity Trust's assets may vary in a manner unrelated to the fixed and variable rates, which could have either a beneficial or detrimental impact on net investment income and gains available to common shareholders.

On September 21, 2005, the Equity Trust distributed one transferable right for each of the 143,681,301 shares of common stock outstanding to shareholders of record on that date. Seven rights were required to purchase one additional common share at the subscription price of \$7.00 per share. Shareholders who exercised their full primary subscription rights were eligible for an over-subscription privilege entitling them to subscribe, subject to certain limitations and a pro-rata allotment, for any additional shares not purchased pursuant to the primary subscription plus such additional amounts as authorized by the Board in accordance with the registration statement. The subscription period expired on October 26, 2005. The rights offering was fully subscribed, having received over-subscription requests in excess of the shares available for primary subscription resulting in the issuance of 20,525,901 shares of common stock and proceeds of \$143,681,307 to the Fund, prior to the deduction of estimated expenses of \$600,000. Additional expenses of \$151,821 were recorded in the year ended December 31, 2006. The NAV of the Equity Trust's common shares was reduced by approximately \$0.15 per share as a result of the issuance of shares below NAV.

On June 20, 2001, the Equity Trust received net proceeds of \$159,329,175 (after underwriting discounts of \$5,197,500 and offering expenses of \$473,325) from the public offering of 6,600,000 shares of 7.20% Series B Cumulative Preferred Stock. The Series B Preferred Shares were callable at any time at the liquidation value plus accrued dividends following the expiration of the five year call protection on June 20, 2006. On June 26, 2006, the Equity Trust, as authorized by the Board, redeemed 25% (1,650,000 shares) of its outstanding 7.20% Series B Cumulative Preferred Stock at the redemption price of \$25.00 per share (the liquidation value). On January 8, 2007, the Fund, as authorized by the Board, redeemed the balance (4,950,000 shares) of its outstanding 7.20% Series B Cumulative Preferred Stock at the redemption price of \$25.00 per share, plus accumulated and unpaid dividends through the redemption date of \$0.06 per share.

On June 27, 2002, the Equity Trust received net proceeds of \$128,246,557 (after underwriting discounts of \$1,300,000 and offering expenses of \$453,443) from the public offering of 5,200 shares of Series C Auction Rate Cumulative Preferred Stock. The dividend rate, as set by the auction process, which is generally held every seven days, is expected to vary with short-term interest rates. The dividend rates of Series C Auction Rate Cumulative Preferred Stock ranged from 4.80% to 5.25% for the six months ended June 30, 2007. Existing shareholders may submit an order to hold, bid, or sell such shares on each auction date. Series C Auction Rate Cumulative Preferred Stock shareholders may also trade shares in the secondary market. The Equity Trust, at its option, may redeem the Series C Auction Rate Cumulative

28

THE GABELLI EQUITY TRUST INC. AND  
THE GABELLI HEALTHCARE & WELLNESS (RX) TRUST  
NOTES TO FINANCIAL STATEMENTS (CONTINUED) (UNAUDITED)

Preferred Stock in whole or in part at the redemption price at any time. During the six months ended June 30, 2007, the Equity Trust did not redeem any shares

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of Series C Auction Rate Cumulative Preferred Stock. At June 30, 2007, 5,200 shares of Series C Auction Rate Cumulative Preferred Stock were outstanding with an annualized dividend rate of 5.10% and accrued dividends amounted to \$55,250.

On October 7, 2003, the Equity Trust received net proceeds of \$72,375,842 (after underwriting discounts of \$2,362,500 and offering expenses of \$261,658) from the public offering of 3,000,000 shares of 5.875% Series D Cumulative Preferred Stock. Commencing October 7, 2008 and thereafter, the Fund, at its option, may redeem the 5.875% Series D Cumulative Preferred Stock in whole or in part at the redemption price at any time. During the six months ended June 30, 2007, the Equity Trust did not repurchase any shares of 5.875% Series D Cumulative Preferred Stock. At June 30, 2007, 2,949,700 shares of 5.875% Series D Cumulative Preferred Stock were outstanding and accrued dividends amounted to \$48,138.

On October 7, 2003, the Equity Trust received net proceeds of \$49,350,009 (after underwriting discounts of \$500,000 and offering expenses of \$149,991) from the public offering of 2,000 shares of Series E Auction Rate Cumulative Preferred Stock. The dividend rate, as set by the auction process, which is generally held every seven days, is expected to vary with short-term interest rates. The dividend rates of Series E Auction Rate Cumulative Preferred Stock ranged from 4.65% to 5.20% for the six months ended June 30, 2007. Existing shareholders may submit an order to hold, bid, or sell such shares on each auction date. Series E Auction Rate Cumulative Preferred Stock shareholders may also trade shares in the secondary market. The Equity Trust, at its option, may redeem the Series E Auction Rate Cumulative Preferred Stock in whole or in part at the redemption price at any time. During the six months ended June 30, 2007, the Equity Trust did not redeem any shares of Series E Auction Rate Cumulative Preferred Stock. At June 30, 2007, 2,000 shares of Series E Auction Rate Cumulative Preferred Stock were outstanding with an annualized dividend rate of 5.20% and accrued dividends amounted to \$7,222.

On November 10, 2006, the Equity Trust received net proceeds of \$144,765,000 (after underwriting discounts of \$4,725,000 and estimated offering expenses of \$510,000) from the public offering of 6,000,000 shares of 6.20% Series F Cumulative Preferred Stock. Commencing November 10, 2011 and thereafter, the Equity Trust, at its option, may redeem the 6.20% Series F Cumulative Preferred Stock in whole or in part at the redemption price at any time. During the six months ended June 30, 2007, the Equity Trust did not repurchase any shares of 6.20% Series F Cumulative Preferred Stock. At June 30, 2007, 6,000,000 shares of 6.20% Series F Cumulative Preferred Stock were outstanding and accrued dividends amounted to \$103,333.

The holders of Equity Trust Cumulative Preferred Stock generally are entitled to one vote per share held on each matter submitted to a vote of shareholders of the Equity Trust and will vote together with holders of common stock as a single class. The holders of Equity Trust Cumulative Preferred Stock voting together as a single class also have the right currently to elect two Directors and under certain circumstances are entitled to elect a majority of the Board of Directors. In addition, the affirmative vote of a majority of the votes entitled to be cast by holders of all outstanding shares of the preferred stock, voting as a single class, will be required to approve any plan of reorganization adversely affecting the preferred stock, and the approval of two-thirds of each class, voting separately, of the Equity Trust's outstanding voting stock must approve the conversion of the Equity Trust from a closed-end to an open-end investment company. The approval of a majority (as defined in the 1940 Act) of the outstanding preferred stock and a majority (as defined in the 1940 Act) of the Fund's outstanding voting securities are required to approve certain other actions, including changes in the Fund's investment objectives or fundamental investment policies.

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THE GABELLI EQUITY TRUST INC. AND  
THE GABELLI HEALTHCARE & WELLNESS(RX) TRUST  
NOTES TO FINANCIAL STATEMENTS (CONTINUED) (UNAUDITED)

6. INDEMNIFICATIONS. Each Fund enters into contracts that contain a variety of indemnifications. The Fund's maximum exposure under these arrangements is unknown. However, the Funds have not had prior claims or losses pursuant to these contracts and expect the risk of loss to be remote.

7. OTHER MATTERS. The Adviser and/or affiliates received subpoenas from the Attorney General of the State of New York and the SEC requesting information on mutual fund share trading practices involving certain funds managed by the Adviser. GAMCO Investors, Inc. ("GAMCO"), the Adviser's parent company, responded to these requests for documents and testimony. In June 2006, GAMCO began discussions with the SEC regarding a possible resolution of their inquiry. In February 2007, the Adviser made an offer of settlement to the staff of the SEC for communication to the Commission for its consideration to resolve this matter. This offer of settlement is subject to agreement regarding the specific language of the SEC's administrative order and other settlement documents. On a separate matter, in September 2005, the Adviser was informed by the staff of the SEC that the staff may recommend to the Commission that an administrative remedy and a monetary penalty be sought from the Adviser in connection with the actions of two of seven closed-end funds managed by the Adviser relating to Section 19(a) and Rule 19a-1 of the 1940 Act. These provisions require registered investment companies to provide written statements to shareholders when a dividend is made from a source other than net investment income. While the two closed-end funds sent annual statements and provided other materials containing this information, the funds did not send written statements to shareholders with each distribution in 2002 and 2003. The Adviser believes that all of the funds are now in compliance. The Adviser believes that these matters would have no effect on the Funds or any material adverse effect on the Adviser or its ability to manage the Funds. The staff's notice to the Adviser did not relate to the Funds.

8. SUBSEQUENT EVENTS. Effective July 9, 2007, Kevin V. Dreyer and Jeffrey J. Jonas, CFA were named Associate Portfolio Managers of the Healthcare Trust. Mr. Dreyer and Mr. Jonas will manage a portion of the assets of the portfolio and report to Mario J. Gabelli, Portfolio Manager of the Healthcare Trust and Chief Investment Officer - Value Portfolios for the Adviser.

Mr. Dreyer joined Gabelli & Company, Inc. in 2005 as a research analyst upon earning an MBA from Columbia Business School. Mr. Dreyer previously worked as an investment banking analyst at Banc of America Securities following his graduation from the University of Pennsylvania.

Mr. Jonas joined Gabelli & Company, Inc. in 2003 as a research analyst. Prior to his appointment as Associate Portfolio Manager of the Healthcare Trust, Mr. Jonas served as co-portfolio manager of GAMCO Medical Opportunities LP. Mr. Jonas was a Presidential Scholar at Boston College where he received a BS in finance and management information systems.

30

THE GABELLI EQUITY TRUST INC.  
FINANCIAL HIGHLIGHTS

SELECTED DATA FOR A COMMON SHARE

SIX MONTHS ENDED

YEAR ENDED D

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OUTSTANDING THROUGHOUT EACH PERIOD:	JUNE 30, 2007 (UNAUDITED)	2006	2005	2004
	-----	-----	-----	-----
<b>OPERATING PERFORMANCE:</b>				
Net asset value, beginning of period .....	\$ 9.40	\$ 8.10	\$ 8.69	\$ 7.9
Net investment income .....	0.07	0.18	0.09	0.0
Net realized and unrealized gain (loss) on investments .....	1.07	2.18	0.47	1.6
Total from investment operations .....	1.14	2.36	0.56	1.6
<b>DISTRIBUTIONS TO PREFERRED SHAREHOLDERS: (A)</b>				
Net investment income .....	(0.01) *	(0.03)	(0.01)	(0.0
Net realized gain on investments .....	(0.06) *	(0.12)	(0.14)	(0.1
Total distributions to preferred shareholders .....	(0.07) *	(0.15)	(0.15)	(0.1
<b>NET INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO COMMON SHAREHOLDERS RESULTING FROM OPERATIONS .....</b>				
	1.07	2.21	0.41	1.5
<b>DISTRIBUTIONS TO COMMON SHAREHOLDERS:</b>				
Net investment income .....	(0.06) *	(0.16)	(0.08)	(0.0
Net realized gain on investments .....	(0.04) *	(0.72)	(0.77)	(0.7
Return of capital .....	(0.70) * (e)	--	--	-
Total distributions to common shareholders	(0.80) *	(0.88)	(0.85)	(0.8
<b>FUND SHARE TRANSACTIONS:</b>				
Increase (decrease) in net asset value from common stock share transactions ....	--	--	(0.00) (g)	0.0
Decrease in net asset value from shares issued in rights offering .....	--	--	(0.15)	-
Increase in net asset value from repurchase of preferred shares .....	--	--	--	0.0
Offering costs for preferred shares charged to paid-in capital .....	--	(0.03)	(0.00) (g)	0.0
Offering costs for issuance of rights charged to paid-in capital .....	--	(0.00) (g)	(0.00) (g)	-
Total fund share transactions .....	--	(0.03)	(0.15)	0.0
<b>NET ASSET VALUE ATTRIBUTABLE TO COMMON SHAREHOLDERS, END OF PERIOD .....</b>				
	\$ 9.67	\$ 9.40	\$ 8.10	\$ 8.6
NAV Total Return + .....	11.47%	28.17%	5.50%	19.8
Market Value, End of Period .....	\$ 9.84	\$ 9.41	\$ 8.03	\$ 9.0
Total Investment Return ++ .....	13.31%	29.42%	0.66%	24.0

See accompanying notes to financial statements.

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SELECTED DATA FOR A COMMON SHARE OUTSTANDING THROUGHOUT EACH PERIOD:	SIX MONTHS ENDED			YEAR ENDED D
	JUNE 30, 2007 (UNAUDITED)	2006	2005	2004
<b>RATIOS AND SUPPLEMENTAL DATA:</b>				
Net assets including liquidation value of preferred shares, end of period (in 000's) .....	\$2,050,321	\$2,114,399	\$1,764,634	\$1,638,22
Net assets attributable to common shares, end of period (in 000's) .....	\$1,646,578	\$1,586,906	\$1,345,891	\$1,219,48
Ratio of net investment income to average net assets attributable to common shares .....	1.44 (f)	2.12%	1.27%	0.6
Ratio of operating expenses to average net assets attributable to common shares net of fee reduction (b) .....	1.48 (f)	1.43%	1.39%	1.5
Ratio of operating expenses to average net assets including liquidation value of preferred shares net of fee reduction (b) .....	1.19 (f)	1.11%	1.04%	1.1
Portfolio turnover rate .....	6.8%	29.5%	22.4%	28.
<b>PREFERRED STOCK:</b>				
<b>7.25% CUMULATIVE PREFERRED STOCK</b>				
Liquidation value, end of period (in 000's)	--	--	--	--
Total shares outstanding (in 000's) .....	--	--	--	--
Liquidation preference per share .....	--	--	--	--
Average market value (c) .....	--	--	--	--
Asset coverage per share .....	--	--	--	--
<b>7.20% CUMULATIVE PREFERRED STOCK</b>				
Liquidation value, end of period (in 000's)	--	\$ 123,750	\$ 165,000	\$ 165,00
Total shares outstanding (in 000's) .....	--	4,950	6,600	6,60
Liquidation preference per share .....	--	\$ 25.00	\$ 25.00	\$ 25.0
Average market value (c) .....	--	\$ 25.27	\$ 25.92	\$ 26.5
Asset coverage per share .....	--	\$ 100.21	\$ 105.35	\$ 97.8
<b>AUCTION RATE SERIES C CUMULATIVE PREFERRED STOCK</b>				
Liquidation value, end of period (in 000's)	\$ 130,000	\$ 130,000	\$ 130,000	\$ 130,00
Total shares outstanding (in 000's) .....	5	5	5	5
Liquidation preference per share .....	\$ 25,000	\$ 25,000	\$ 25,000	\$ 25,00
Average market value (c) .....	\$ 25,000	\$ 25,000	\$ 25,000	\$ 25,00
Asset coverage per share .....	\$ 126,957	\$ 100,211	\$ 105,353	\$ 97,80
<b>5.875% CUMULATIVE PREFERRED STOCK</b>				
Liquidation value, end of period (in 000's)	\$ 73,743	\$ 73,743	\$ 73,743	\$ 73,74
Total shares outstanding (in 000's) .....	2,950	2,950	2,950	2,95
Liquidation preference per share .....	\$ 25.00	\$ 25.00	\$ 25.00	\$ 25.0
Average market value (c) .....	\$ 24.65	\$ 23.98	\$ 24.82	\$ 24.8
Asset coverage per share .....	\$ 126.96	\$ 100.21	\$ 105.35	\$ 97.8
<b>AUCTION RATE SERIES E CUMULATIVE PREFERRED STOCK</b>				
Liquidation value, end of period (in 000's) .....	\$ 50,000	\$ 50,000	\$ 50,000	\$ 50,00
Total shares outstanding (in 000's) .....	2	2	2	2
Liquidation preference per share .....	\$ 25,000	\$ 25,000	\$ 25,000	\$ 25,00
Average market value (c) .....	\$ 25,000	\$ 25,000	\$ 25,000	\$ 25,00



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Asset coverage per share .....	\$ 126,957	\$ 100,211	\$ 105,353	\$ 97,80
6.200% CUMULATIVE PREFERRED STOCK				
Liquidation value,				
end of period (in 000's) .....	\$ 150,000	\$ 150,000	--	--
Total shares outstanding (in 000's) .....	6,000	6,000	--	--
Liquidation preference per share .....	\$ 25.00	\$ 25.00	--	--
Average market value (c) .....	\$ 25.36	\$ 25.12	--	--
Asset coverage per share .....	\$ 126.96	\$ 100.21	--	--
ASSET COVERAGE (D) .....	508%	401%	421%	39

+ Based on net asset value per share, adjusted for reinvestment of distributions, at prices dependent upon the relationship of the net asset value per share and the market value per share on the ex-dividend dates, including the effect of shares issued pursuant to the 2005 rights offering, assuming full subscription by shareholder. Total return for a period of less than one year is not annualized.

++ Based on market value per share, adjusted for reinvestment of distributions, including the effect of shares issued pursuant to the 2005 rights offering, assuming full subscription by shareholder. Total return for a period of less one year is not annualized.

\* Based on fiscal year to date book income. Amounts are subject to change and recharacterization at fiscal year end.

- (a) Calculated based upon average common shares outstanding on the record dates throughout the periods.
- (b) The ratios do not include a reduction of expenses for custodian fee credits on cash balances maintained with the custodian. Including such custodian fee credits for the six months ended June 30, 2007, the ratios of operating expenses to average net assets attributable to common shares net of fee reduction would have been 1.47% and the ratios of operating expenses to average total net assets including liquidation value of preferred shares net of fee reduction would have been 1.18%. For the fiscal years ended December 31, 2006, 2005, 2004, 2003, and 2002, the effect of the custodian fee credits was minimal.
- (c) Based on weekly prices.
- (d) Asset coverage is calculated by combining all series of preferred stock.
- (e) A distribution equivalent to \$0.40 per share for The Gabelli Healthcare & Wellness(Rx) Trust spin-off was from paid-in capital.
- (f) Annualized.
- (g) Amount represents less than \$0.005 per share.

See accompanying notes to financial statements.

THE GABELLI HEALTHCARE & WELLNESS(RX) TRUST INC.  
FINANCIAL HIGHLIGHTS

SELECTED DATA FOR A COMMON SHARE OUTSTANDING THROUGHOUT EACH PERIOD:	PERIOD ENDED JUNE 30, 2007 (A) (UNAUDITED)
-----	
OPERATING PERFORMANCE:	
Net asset value, beginning of period .....	\$ 8.00
	-----
Net investment income .....	0.00 (b)
Net unrealized loss on investments .....	(0.00) (b)
	-----
Total from investment operations .....	0.00
	-----
NET ASSET VALUE END OF PERIOD .....	\$ 8.00
	=====

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NAV Total Return + .....	0.00%
	=====
Market Value, End of Period .....	\$ 7.95
	=====
Total Investment Return ++ .....	(0.63)%
	=====

RATIOS TO AVERAGE NET ASSETS AND SUPPLEMENTAL DATA:

Net assets end of period (in 000's) .....	\$67,801
Ratio of net investment income to average net assets .....	2.96%(c)
Ratio of operating expenses to average net assets .....	1.73%(c)
Portfolio turnover rate .....	0.0%

-----  
 + Based on net asset value per share at commencement of operations of \$8.00 per share. Total return for a period of less than one year is not annualized.

++ Based on market value per share at initial public offering of \$8.00 per share. Total return for a period of less one year is not annualized.

(a) The Gabelli Healthcare & Wellness(Rx) Trust commenced investment operations on June 28, 2007.

(b) Amount represents less than \$0.005 per share.

(c) Annualized.

See accompanying notes to financial statements.

THE GABELLI EQUITY TRUST INC.

BOARD CONSIDERATION AND RE-APPROVAL OF INVESTMENT ADVISORY AGREEMENT (UNAUDITED)

Section 15(c) of the Investment Company Act of 1940, as amended (the "1940 Act"), contemplates that the Board of Directors (the "Board") of The Gabelli Equity Trust Inc. (the "Fund"), including a majority of the Directors who have no direct or indirect interest in the investment advisory agreement and are not "interested persons" of the Fund, as defined in the 1940 Act (the "Independent Board Members"), are required annually to review and re-approve the terms of the Fund's existing investment advisory agreement and approve any newly proposed terms therein. In this regard, the Board reviewed and re-approved, during the most recent six month period covered by this report, the Investment Advisory Agreement (the "Advisory Agreement") with Gabelli Funds, LLC (the "Adviser") for the Fund.

More specifically, at a meeting held on May 16, 2007, the Board, including the Independent Board Members, considered the factors and reached the conclusions described below relating to the selection of the Adviser and the re-approval of the Advisory Agreement.

NATURE, EXTENT, AND QUALITY OF SERVICES. The Independent Board Members considered the nature, quality, and extent of administrative and shareholder services performed by the Adviser, including portfolio management, supervision of Fund operations and compliance and regulatory filings and disclosures to shareholders, general oversight of other service providers, review of Fund legal issues, assisting the Independent Board Members in their capacity as directors, and other services. The Independent Board Members concluded that the services are extensive in nature and that the Adviser consistently delivered a high level of service.

INVESTMENT PERFORMANCE OF THE FUND AND ADVISER. The Independent Board Members considered short-term and long-term investment performance for the Fund over various periods of time as compared to both relevant equity indices and the

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performance of the Fund's Lipper Inc. peer group, and concluded that the Adviser was delivering good performance results consistent with the investment strategies being pursued by the Fund.

### COSTS OF SERVICES AND PROFITS REALIZED BY THE ADVISER.

(A) COSTS OF SERVICES TO FUND: FEES AND EXPENSES. The Independent Board Members considered the Fund's management fee rate and expense ratio relative to industry averages for the Fund's peer group category and the advisory fees charged by the Adviser and its affiliates to other fund and non-fund clients. The Independent Board Members noted that the mix of services under the Agreement are much more extensive than those under the advisory agreements for non-fund clients. The Independent Board Members recognized that the investment advisory fee paid by the Fund and the Fund's overall expense ratio is higher than the average for its peer group, but concluded that the fee is acceptable based upon the performance, experience, reputation, and qualifications of the Adviser.

(B) PROFITABILITY AND COSTS OF SERVICES TO ADVISER. The Independent Board Members considered the Adviser's overall profitability and costs, and pro forma estimates of the Adviser's profitability and costs attributable to the Fund (i) as part of the Gabelli fund complex and (ii) assuming the Fund constituted the Adviser's only investment company under its management. The Independent Board Members also considered whether the amount of profit is a fair entrepreneurial profit for the management of the Fund and noted that the Adviser has substantially increased its resources devoted to Fund matters in response to regulatory requirements and enhanced Fund policies and procedures. The Independent Board Members concluded that the Adviser's profitability was at an acceptable level.

34

EXTENT OF ECONOMIES OF SCALE AS FUND GROWS. The Independent Board Members considered whether there have been economies of scale with respect to the management of the Fund and whether the Fund has appropriately benefited from any economies of scale. The Independent Board Members noted that economies of scale may develop for certain funds as their assets increase and their fund level expenses decline as a percentage of assets, but that fund level economies of scale may not necessarily result in Adviser level economies of scale. They also recognized that the Adviser has agreed to reduce the advisory fee on incremental assets attributable to the preferred shares if the total return of the common shares does not exceed a specified amount (i.e., the dividend rate paid on preferred shares.) The Board Members concluded that there was an appropriate sharing of economies of scale.

WHETHER FEE LEVELS REFLECT ECONOMIES OF SCALE. The Independent Board Members also considered whether the advisory fee rate is reasonable in relation to the asset size of the Fund and any economies of scale that may exist and concluded that the Fund's current fee schedule (without breakpoints) was considered reasonable.

### OTHER RELEVANT CONSIDERATIONS.

(A) ADVISER PERSONNEL AND METHODS. The Independent Board Members considered the size, education, and experience of the Adviser's staff, the Adviser's fundamental research capabilities and the Adviser's approach to recruiting, training, and retaining portfolio managers and other research and management personnel, and concluded that in each of these areas the Adviser was structured in such a way to support the high level of services being provided to the Fund.

(B) OTHER BENEFITS TO THE ADVISER. The Independent Board Members also considered the character and amount of other incidental benefits received by the Adviser

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and its affiliates from its association with the Fund. The Independent Board Members considered the brokerage commissions paid to an affiliate of the Adviser. The Independent Board Members concluded that potential "fall-out" benefits that the Adviser and its affiliates may receive, such as affiliated brokerage commissions, greater name recognition, or increased ability to obtain research services, appear to be reasonable.

CONCLUSIONS. In considering the Advisory Agreement, the Independent Board Members did not identify any factor as all-important or all-controlling and instead considered these factors collectively in light of the Fund's surrounding circumstances. Based on this review, it was the judgment of the Independent Board Members that shareholders had received over the long term good absolute and relative performance at reasonable fees and, therefore, re-approval of the Advisory Agreement was in the best interests of the Fund and its shareholders. As a part of its decision making process, the Independent Board Members noted that the Adviser has managed the Fund since its inception, and the Independent Board Members believe that a long-term relationship with a capable, conscientious adviser is in the best interests of the Fund. The Independent Board Members considered, generally, that shareholders invested in the Fund knowing that the Adviser managed the Fund and knowing its investment advisory fee schedule. As such, the Independent Board Members considered, in particular, whether the Adviser managed the Fund in accordance with its investment objectives and policies as disclosed to shareholders. The Independent Board Members concluded that the Fund was managed by the Adviser consistent with its investment objectives and policies.

Upon conclusion of their review and discussion, the Independent Board Members unanimously agreed to recommend the continuation of the Advisory Agreement for the Fund.

35

### THE GABELLI HEALTHCARE & WELLNESS (RX) TRUST

#### BOARD CONSIDERATION AND APPROVAL OF INVESTMENT ADVISORY AGREEMENT (UNAUDITED)

Section 15(c) of the Investment Company Act of 1940, as amended (the "1940 Act"), contemplates that the Board of Trustees (the "Board") of The Gabelli Healthcare & Wellness(Rx) Trust (the "Fund"), including a majority of the Trustees who have no direct or indirect interest in the investment advisory agreement and are not "interested persons" of the Fund, as defined in the 1940 Act (the "Independent Board Members"), are required to review and approve the terms of the Fund's proposed investment advisory agreement. In this regard, the Board reviewed and approved, during the most recent six month period covered by this report, the Investment Advisory Agreement (the "Advisory Agreement") with Gabelli Funds, LLC (the "Adviser") for the Fund.

More specifically, at a meeting held on February 22, 2007, the Board, including the Independent Board Members, considered the factors and reached the conclusions described below relating to the selection of the Adviser and the approval of the Advisory Agreement.

NATURE, EXTENT, AND QUALITY OF SERVICES. The Independent Board Members considered the nature, quality, and extent of proposed administrative and shareholder services to be performed by the Adviser, including portfolio management, supervision of Fund operations and compliance and regulatory filings and disclosures to shareholders, general oversight of other service providers, review of Fund legal issues, assisting the Independent Board Members in their capacity as trustees, and other services. The Independent Board members concluded that the proposed services are extensive in nature.

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INVESTMENT PERFORMANCE OF THE FUND AND THE ADVISER. The Independent Board Members considered short-term and long-term investment performance for other registered and unregistered funds advised or subadvised by the Adviser and its affiliates that invest regularly in healthcare and wellness companies over various periods of time as compared with both relevant equity indices and the performance of the Fund's Lipper, Inc. peer group and concluded that, although the Fund had no performance history as it had not yet commenced operations, the Adviser appeared to have the capability of delivering satisfactory performance results consistent with the investment strategies to be pursued by the Fund.

COST OF SERVICES AND PROFITS REALIZED BY THE ADVISER.

(A) COSTS OF SERVICES TO THE FUND: FEES AND EXPENSES. The Independent Board Members considered the Fund's proposed advisory fee rate and expense ratio relative to industry averages for the Fund's peer group category and the advisory fees charged by the Adviser and its affiliates to other fund and non-fund clients. The Independent Board members noted that the mix of services under the Advisory Agreement is more extensive than those under the advisory agreements for non-fund clients. The Independent Board Members recognized that the advisory fee to be paid by the Fund was slightly higher than the median fee to its peer group, but concluded that the fee is acceptable based on the qualifications, experience, reputation, and performance of the Adviser.

(B) PROFITABILITY AND COSTS OF SERVICES TO ADVISER. The Independent Board Members considered the Adviser's overall profitability and costs and discussed the potential profitability of the Fund. The Independent Board Members concluded that the potential profitability of the Fund to the Adviser was acceptable.

EXTENT OF ECONOMIES OF SCALE AS FUND GROWS. The Independent Board Members considered whether economies of scale would occur with respect to the management of the Fund and whether the Fund would benefit from any economies of scale. The Independent Board members noted that economies of scale may develop for certain funds as their assets increase and their fund level expenses decline as a percentage of assets, but that fund level economies of scale may not necessarily result in Adviser level economies of scale. The Independent Board members concluded that after the completion of the offering, meaningful economies of scale could not occur in the absence of secondary offerings.

36

WHETHER FEE LEVELS REFLECT ECONOMIES OF SCALE. The Independent Board Members also considered whether the advisory fee rate is reasonable in relation to the initial asset size of the Fund and any economies of scale that could exist. The Independent Board members concluded that the investment advisory fee for the Fund did not take into account any potential economies of scale that might develop.

OTHER RELEVANT CONSIDERATIONS.

(A) ADVISER PERSONNEL AND METHODS. The Independent Board Members considered the size, education, and experience of the Adviser's staff, the Adviser's fundamental research capabilities, and the Adviser's approach to recruiting, training, and retaining portfolio managers and other research and management personnel and concluded that, in each of these areas, the Adviser was structured in such a way to support the high level of services being provided to the Fund.

(B) OTHER BENEFITS TO THE ADVISER. The Independent Board members also considered the character and amount of other incidental benefits received by the Adviser and its affiliates from its association with the Fund. The Independent Board Members considered that brokerage commissions could be paid to an affiliate of the Adviser. The Independent Board Members concluded that potential "fall out"

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benefits that the Adviser and its affiliates may receive, such as affiliated brokerage commissions, greater name recognition, or increased ability to obtain research services, appear to be reasonable.

CONCLUSION. In considering the proposed Advisory Agreement, the Independent Board Members did not identify any factor as all-important and instead considered these factors collectively in light of the Fund's surrounding circumstances. Based on their review, it was the judgment of the Independent Board members that the Fund would enjoy highly experienced portfolio advisory services and good ancillary services at an acceptable fee and, therefore, approval of the Advisory Agreement would be in the best interests of shareholders. Upon conclusion of their review and discussion, the Independent Board Members unanimously agreed to recommend the approval of the Advisory Agreement for the Fund.

37

DIRECTORS AND OFFICERS  
THE GABELLI EQUITY TRUST INC.  
ONE CORPORATE CENTER, RYE, NY 10580-1422

DIRECTORS

Mario J. Gabelli, CFA  
CHAIRMAN & CHIEF EXECUTIVE OFFICER,  
GAMCO INVESTORS, INC.

Dr. Thomas E. Bratter  
PRESIDENT & FOUNDER, JOHN DEWEY ACADEMY

Anthony J. Colavita  
ATTORNEY-AT-LAW,  
ANTHONY J. COLAVITA, P.C.

James P. Conn  
FORMER MANAGING DIRECTOR &  
CHIEF INVESTMENT OFFICER,  
FINANCIAL SECURITY ASSURANCE HOLDINGS LTD.

Frank J. Fahrenkopf, Jr.  
PRESIDENT & CHIEF EXECUTIVE OFFICER,  
AMERICAN GAMING ASSOCIATION

Arthur V. Ferrara  
FORMER CHAIRMAN & CHIEF EXECUTIVE OFFICER,  
GUARDIAN LIFE INSURANCE COMPANY OF AMERICA

Anthony R. Pustorino  
CERTIFIED PUBLIC ACCOUNTANT,  
PROFESSOR EMERITUS, PACE UNIVERSITY

Salvatore J. Zizza  
CHAIRMAN, ZIZZA & CO., LTD.

OFFICERS

Bruce N. Alpert  
PRESIDENT

Carter W. Austin  
VICE PRESIDENT

Peter D. Goldstein  
CHIEF COMPLIANCE OFFICER

James E. McKee  
SECRETARY

Agnes Mullady  
TREASURER

LoAn P. Nguyen  
VICE PRESIDENT & OMBUDSMAN

INVESTMENT ADVISER  
Gabelli Funds, LLC  
One Corporate Center  
Rye, New York 10580-1422

CUSTODIAN  
Bank of New York Mellon

COUNSEL  
Willkie Farr & Gallagher LLP

TRANSFER AGENT AND REGISTRAR  
Computershare Trust Company, N.A.

STOCK EXCHANGE LISTING

Common  
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NYSE-Symbol: GAB  
Shares Outstanding: 170,213,012

The Net Asset Value per share appears in the Publicly Traded Funds column, under the heading "General Equity Funds," in Monday's The Wall Street Journal. It is also listed in Barron's Mutual Funds/Closed End Funds section under the heading "General Equity Funds."

The Net Asset Value per share may be obtained each day by calling (914) 921-5070 or visiting [www.gabelli.com](http://www.gabelli.com).

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For general information about the Gabelli Funds, call 800-GABELLI (800-422-3554), fax us at 914-921-5118, visit Gabelli Funds' Internet homepage at: [WWW.GABELLI.COM](http://WWW.GABELLI.COM), or e-mail us at: [closedend@gabelli.com](mailto:closedend@gabelli.com)  
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Notice is hereby given in accordance with Section 23(c) of the Investment Company Act of 1940, as amended, that the Fund may, from time to time, purchase shares of its common stock in the open market when the Fund's shares are trading at a discount of 10% or more from the net asset value of the shares. The Fund may also, from time to time, purchase shares of its Series D and Series F Cumulative Preferred Stock in the open market when the shares are trading at a discount to the Liquidation Value of \$25.00.  
-----

TRUSTEES AND OFFICERS  
THE GABELLI HEALTHCARE & WELLNESS(RX) TRUST  
ONE CORPORATE CENTER, RYE, NY 10580-1422

TRUSTEES

Mario J. Gabelli, CFA  
CHAIRMAN & CHIEF EXECUTIVE OFFICER,  
GAMCO INVESTORS, INC.

Dr. Thomas E. Bratter  
PRESIDENT & FOUNDER, JOHN DEWEY ACADEMY

Anthony J. Colavita  
ATTORNEY-AT-LAW,  
ANTHONY J. COLAVITA, P.C.

James P. Conn  
FORMER MANAGING DIRECTOR &  
CHIEF INVESTMENT OFFICER,  
FINANCIAL SECURITY ASSURANCE HOLDINGS LTD.

Vincent D. Enright  
FORMER SENIOR VICE PRESIDENT &  
CHIEF FINANCIAL OFFICER,  
KEYSPAN CORP.

OFFICERS

Agnes Mullady  
PRESIDENT AND TREASURER

Carter W. Austin  
VICE PRESIDENT

Peter D. Goldstein  
CHIEF COMPLIANCE OFFICER

James E. McKee  
SECRETARY

David I. Schachter  
VICE PRESIDENT

Adam E. Tokar  
ASSISTANT VICE PRESIDENT & OMBUDSMAN

INVESTMENT ADVISER  
Gabelli Funds, LLC

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Robert C. Kolodny, MD  
AUTHOR, AND LECTURER,  
GENERAL PARTNER OF KBS PARTNERSHIP

Anthonie C. van Ekris  
CHAIRMAN, BALMAC INTERNATIONAL, INC.

Salvatore J. Zizza  
CHAIRMAN, ZIZZA & CO., LTD.

One Corporate Center  
Rye, New York 10580-1422

CUSTODIAN  
Bank of New York Mellon

COUNSEL  
Willkie Farr & Gallagher LLP

TRANSFER AGENT AND REGISTRAR  
Computershare Trust Company, N.A.

STOCK EXCHANGE LISTING

NYSE-Symbol:  
Shares Outstanding:

Common  
-----  
GRX  
8,474,4

The Net Asset Value per share appears in the Publicly Traded Funds column, under the heading "General Equity Funds," in Monday's The Wall Street Journal. It is also listed in Barron's Mutual Funds/Closed End Funds section under the heading "General Equity Funds."

The Net Asset Value per share may be obtained each day by calling (914) 921-5070 or visiting [www.gabelli.com](http://www.gabelli.com).

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For general information about the Gabelli Funds, call 800-GABELLI (800-422-3554), fax us at 914-921-5118, visit Gabelli Funds' Internet homepage at: [WWW.GABELLI.COM](http://WWW.GABELLI.COM), or e-mail us at: [closedend@gabelli.com](mailto:closedend@gabelli.com)  
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Notice is hereby given in accordance with Section 23(c) of the Investment Company Act of 1940, as amended, that the Fund may, from time to time, purchase its common shares in the open market when the Fund's shares are trading at a discount of 10% or more from the net asset value of the shares.  
-----

THE GABELLI EQUITY TRUST INC. AND  
THE GABELLI HEALTHCARE & WELLNESS(RX) TRUST  
ONE CORPORATE CENTER  
RYE, NY 10580-1422  
(914) 921-5070  
[WWW.GABELLI.COM](http://WWW.GABELLI.COM)

SEMI-ANNUAL REPORT  
JUNE 30, 2007

GAB Q2/2007



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ITEM 2. CODE OF ETHICS.

Not applicable.

ITEM 3. AUDIT COMMITTEE FINANCIAL EXPERT.

Not applicable.

ITEM 4. PRINCIPAL ACCOUNTANT FEES AND SERVICES.

Not applicable.

ITEM 5. AUDIT COMMITTEE OF LISTED REGISTRANTS.

Not applicable.

ITEM 6. SCHEDULE OF INVESTMENTS.

Schedule of Investments in securities of unaffiliated issuers as of the close of the reporting period is included as part of the report to shareholders filed under Item 1 of this form.

ITEM 7. DISCLOSURE OF PROXY VOTING POLICIES AND PROCEDURES FOR CLOSED-END MANAGEMENT INVESTMENT COMPANIES.

Not applicable.

ITEM 8. PORTFOLIO MANAGERS OF CLOSED-END MANAGEMENT INVESTMENT COMPANIES.

There has been no change, as of the date of this filing, in any of the portfolio managers identified in response to paragraph (a)(1) of this Item in the registrant's most recently filed annual report on Form N-CSR.

ITEM 9. PURCHASES OF EQUITY SECURITIES BY CLOSED-END MANAGEMENT INVESTMENT COMPANY AND AFFILIATED PURCHASERS.

REGISTRANT PURCHASES OF EQUITY SECURITIES

PERIOD	(A) TOTAL NUMBER OF SHARES (OR UNITS) PURCHASED	(B) AVERAGE PRICE PAID PER SHARE (OR UNIT)	(C) TOTAL NUMBER OF SHARES (OR UNITS) PURCHASED AS PART OF PUBLICLY ANNOUNCED PLANS OR PROGRAMS	(D) APPROXIMATE NUMBER OF SHARES BEING PURCHASED
Month #1	Common - N/A	Common - N/A	Common - N/A	Common - N/A

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01/01/07 through 01/31/07	Preferred Series B - 4,950,000	Preferred Series B - \$25.00	Preferred Series B - 4,950,000	Preferred Series B - - 4,
	Preferred Series D - N/A	Preferred Series D - N/A	Preferred Series D - N/A	Preferred Series D - N/A
	Preferred Series F - N/A	Preferred Series F - N/A	Preferred Series F - N/A	Preferred Series F - N/A
Month #2 02/01/07 through 02/28/07	Common - N/A	Common - N/A	Common - N/A	Common - N/A
	Preferred Series D - N/A	Preferred Series D - N/A	Preferred Series D - N/A	Preferred Series D - N/A
	Preferred Series F - N/A	Preferred Series F - N/A	Preferred Series F - N/A	Preferred Series F - N/A
Month #3 03/01/07 through 03/31/07	Common - N/A	Common - N/A	Common - N/A	Common - N/A
	Preferred Series D - N/A	Preferred Series D - N/A	Preferred Series D - N/A	Preferred Series D - N/A
	Preferred Series F - N/A	Preferred Series F - N/A	Preferred Series F - N/A	Preferred Series F - N/A
Month #4 04/01/07 through 04/30/07	Common - N/A	Common - N/A	Common - N/A	Common - N/A
	Preferred Series D - N/A	Preferred Series D - N/A	Preferred Series D - N/A	Preferred Series D - N/A
	Preferred Series F - N/A	Preferred Series F - N/A	Preferred Series F - N/A	Preferred Series F - N/A
Month #5 05/01/07 through 05/31/07	Common - N/A	Common - N/A	Common - N/A	Common - N/A
	Preferred Series D - N/A	Preferred Series D - N/A	Preferred Series D - N/A	Preferred Series D - N/A
	Preferred Series F - N/A	Preferred Series F - N/A	Preferred Series F - N/A	Preferred Series F - N/A
Month #6 06/01/07 through 06/30/07	Common - N/A	Common - N/A	Common - N/A	Common - N/A
	Preferred Series D - N/A	Preferred Series D - N/A	Preferred Series D - N/A	Preferred Series D - N/A
	Preferred Series F - N/A	Preferred Series F - N/A	Preferred Series F - N/A	Preferred Series F - N/A
Total	Common - N/A	Common - N/A	Common - N/A	N/A
	Preferred Series B - 4,950,000	Preferred Series B - \$25.00	Preferred Series B - 4,950,000	
	Preferred Series D - N/A	Preferred Series D - N/A	Preferred Series D - N/A	
	Preferred Series F - N/A	Preferred Series F - N/A	Preferred Series F - N/A	

Footnote columns (c) and (d) of the table, by disclosing the following information in the aggregate for all plans or programs publicly announced:

- a. The date each plan or program was announced - The notice of the potential repurchase of common and preferred shares occurs quarterly in the Fund's quarterly report in accordance with Section 23(c) of the Investment Company Act of 1940, as amended.
- b. The dollar amount (or share or unit amount) approved - Any or all common shares outstanding may be repurchased when the Fund's common shares are trading at a discount of 10% or more from the net asset value of the shares.  
Any or all preferred shares outstanding may be repurchased when the

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Fund's preferred shares are trading at a discount to the liquidation value of \$25.00.

- c. The expiration date (if any) of each plan or program - The Fund's repurchase plans are ongoing.
- d. Each plan or program that has expired during the period covered by the table - The Fund's repurchase plans are ongoing.
- e. Each plan or program the registrant has determined to terminate prior to expiration, or under which the registrant does not intend to make further purchases. - The Fund's repurchase plans are ongoing.

### ITEM 10. SUBMISSION OF MATTERS TO A VOTE OF SECURITY HOLDERS.

There have been no material changes to the procedures by which the shareholders may recommend nominees to the registrant's Board of Directors, where those changes were implemented after the registrant last provided disclosure in response to the requirements of Item 407(c)(2)(iv) of Regulation S-K (17 CFR 229.407) (as required by Item 22(b)(15) of Schedule 14A (17 CFR 240.14a-101)), or this Item.

### ITEM 11. CONTROLS AND PROCEDURES.

- (a) The registrant's principal executive and principal financial officers, or persons performing similar functions, have concluded that the registrant's disclosure controls and procedures (as defined in Rule 30a-3(c) under the Investment Company Act of 1940, as amended (the "1940 Act") (17 CFR 270.30a-3(c))) are effective, as of a date within 90 days of the filing date of the report that includes the disclosure required by this paragraph, based on their evaluation of these controls and procedures required by Rule 30a-3(b) under the 1940 Act (17 CFR 270.30a-3(b)) and Rules 13a-15(b) or 15d-15(b) under the Securities Exchange Act of 1934, as amended (17 CFR 240.13a-15(b) or 240.15d-15(b)).
- (b) There were no changes in the registrant's internal control over financial reporting (as defined in Rule 30a-3(d) under the 1940 Act (17 CFR 270.30a-3(d)) that occurred during the registrant's second fiscal quarter of the period covered by this report that has materially affected, or is reasonably likely to materially affect, the registrant's internal control over financial reporting.

### ITEM 12. EXHIBITS.

- (a) (1) Not applicable.
- (a) (2) Certifications pursuant to Rule 30a-2(a) under the 1940 Act and Section 302 of the Sarbanes-Oxley Act of 2002 are attached hereto.
- (a) (3) Not applicable.
- (b) Certifications pursuant to Rule 30a-2(b) under the 1940 Act and Section 906 of the Sarbanes-Oxley Act of 2002 are attached hereto.

### SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934 and the Investment Company Act of 1940, the registrant has duly caused this report to be signed on its behalf by the undersigned, thereunto duly authorized.

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(registrant) The Gabelli Equity Trust Inc.  
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By (Signature and Title)\* /s/ Bruce N. Alpert  
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Bruce N. Alpert, Principal Executive Officer

Date August 31, 2007  
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Pursuant to the requirements of the Securities Exchange Act of 1934 and the Investment Company Act of 1940, this report has been signed below by the following persons on behalf of the registrant and in the capacities and on the dates indicated.

By (Signature and Title)\* /s/ Bruce N. Alpert  
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Bruce N. Alpert, Principal Executive Officer

Date August 31, 2007  
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By (Signature and Title)\* /s/ Agnes Mullady  
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Agnes Mullady,  
Principal Financial Officer and Treasurer

Date August 31, 2007  
-----

\* Print the name and title of each signing officer under his or her signature.