

GABELLI MULTIMEDIA TRUST INC.  
Form N-CSR  
March 09, 2016

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 811-08476

The Gabelli Multimedia Trust Inc.

(Exact name of registrant as specified in charter)

One Corporate Center

Rye, New York 10580-1422

(Address of principal executive offices) (Zip code)

Bruce N. Alpert

Gabelli Funds, LLC

One Corporate Center

Rye, New York 10580-1422

(Name and address of agent for service)

Registrant's telephone number, including area code: 1-800-422-3554

Date of fiscal year end: December 31

Date of reporting period: December 31, 2015

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

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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. § 3507.

**Item 1. Reports to Stockholders.**

The Report to Shareholders is attached herewith.

**The Gabelli Multimedia Trust Inc.****Annual Report December 31, 2015****(Y)our Portfolio Management Team****To Our Shareholders,**

For the year ended December 31, 2015, the net asset value ( NAV ) total return of The Gabelli Multimedia Trust Inc. (the Fund ) was (5.6)%, compared with a total return of (0.9)% for the Morgan Stanley Capital International ( MSCI ) World Index. The total return for the Fund 's publicly traded shares was (16.3)%. The Fund 's NAV per share was \$8.36, while the price of the publicly traded shares closed at \$7.50 on the New York Stock Exchange ( NYSE ). See below for additional performance information.

Enclosed are the financial statements, including the schedule of investments, as of December 31, 2015.

**Comparative Results****Average Annual Returns through December 31, 2015 (a) (Unaudited)**

|                                      | <u>1 Year</u> | <u>5 Year</u> | <u>10 Year</u> | Since<br>Inception<br>(11/15/94) |
|--------------------------------------|---------------|---------------|----------------|----------------------------------|
| <b>Gabelli Multimedia Trust Inc.</b> |               |               |                |                                  |
| <b>NAV Total Return (b)</b>          | (5.57)%       | 11.37%        | 5.38%          | 8.45%                            |
| <b>Investment Total Return (c)</b>   | (16.33)       | 11.20         | 6.05           | 8.33                             |
| Standard & Poor 's 500 Index         | 1.38          | 12.57         | 7.31           | 9.47(d)                          |
| MSCI World Index                     | (0.87)        | 7.59          | 4.98           | 6.67(d)                          |

(a) *Returns 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](http://www.gabelli.com) for performance information as of the most recent month end. Performance returns for periods of less than one year are not annualized. Investors should carefully consider the investment objectives, risks, charges, and expenses of the Fund before investing. The Standard & Poor 's 500 and MSCI World Indices are unmanaged indicators of stock market performance. Dividends are considered reinvested except for the MSCI World Index. You cannot invest directly in an index.*

(b) Total returns and average annual returns reflect changes in the NAV per share, reinvestment of distributions at NAV on the ex-dividend date, and adjustments for rights offerings and are net of expenses. Since inception return is based on an initial NAV of \$7.50.

(c) Total returns and average annual returns reflect changes in closing market values on the NYSE, reinvestment of distributions, and adjustments for rights offerings. Since inception return is based on an initial offering

price of \$7.50.

(d) From November 30, 1994, the date closest to the Fund's inception for which data is available.

**Summary of Portfolio Holdings (Unaudited)**

The following table presents portfolio holdings as a percent of total investments as of December 31, 2015:

**The Gabelli Multimedia Trust Inc.**

|                                   |        |
|-----------------------------------|--------|
| Entertainment                     | 15.4%  |
| Cable                             | 14.6%  |
| Computer Software and Services    | 10.9%  |
| Broadcasting                      | 9.9%   |
| U.S. Government Obligations       | 7.8%   |
| Hotels and Gaming                 | 5.7%   |
| Telecommunications: National      | 5.1%   |
| Wireless Communications           | 4.2%   |
| Consumer Services                 | 3.4%   |
| Satellite                         | 2.9%   |
| Publishing                        | 2.9%   |
| Electronics                       | 2.7%   |
| Telecommunications: Long Distance | 2.6%   |
| Financial Services                | 2.3%   |
| Business Services: Advertising    | 2.2%   |
| Computer Hardware                 | 1.6%   |
| Equipment                         | 1.4%   |
| Telecommunications: Regional      | 1.4%   |
| Business Services                 | 1.0%   |
| Retail                            | 0.9%   |
| Diversified Industrial            | 0.6%   |
| Consumer Products                 | 0.4%   |
| Food and Beverage                 | 0.1%   |
| Telecommunications                | 0.0%*  |
| Real Estate                       | 0.0%*  |
|                                   | 100.0% |

\* Amount represents less than 0.05%.

The Fund files 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. Shareholders may obtain this information at [www.gabelli.com](http://www.gabelli.com) or by calling the Fund at 800-GABELLI (800- 422- 3554). The Fund's Form N-Q is available on the SEC's website at [www.sec.gov](http://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 800-SEC-0330.

**Proxy Voting**

The Fund files Form N-PX with its complete proxy voting record for the twelve months ended June 30, no later than August 31 of each year. A description of the Fund's proxy voting policies, procedures, and how the Fund 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](http://www.sec.gov).

**The Gabelli Multimedia Trust Inc.****Schedule of Investments December 31, 2015**

|                                     |                                          | <b>Market</b> |              |
|-------------------------------------|------------------------------------------|---------------|--------------|
| <b>Shares</b>                       |                                          | <b>Cost</b>   | <b>Value</b> |
| <b>COMMON STOCKS 92.2%</b>          |                                          |               |              |
| <b>DISTRIBUTION COMPANIES 57.4%</b> |                                          |               |              |
| <b>Broadcasting 9.9%</b>            |                                          |               |              |
| 10,000                              | Asahi Broadcasting Corp.                 | \$ 42,567     | \$ 69,970    |
| 61,000                              | CBS Corp., Cl. A, Voting                 | 1,078,949     | 3,179,320    |
| 6,400                               | Chubu-Nippon Broadcasting Co. Ltd.       | 46,376        | 35,729       |
| 16,000                              | Cogeco Inc.                              | 317,869       | 592,614      |
| 2,000                               | Corus Entertainment Inc., OTC, Cl. B     | 5,257         | 15,780       |
| 13,000                              | Corus Entertainment Inc., Toronto, Cl. B | 54,113        | 101,467      |
| 34,000                              | Discovery Communications Inc., Cl. A     | 194,789       | 907,120      |
| 130,000                             | Discovery Communications Inc., Cl. C     | 1,634,090     | 3,278,600    |
| 81,000                              | Grupo Radio Centro SAB de CV, Cl. A      | 39,884        | 71,791       |
| 140,000                             | ITV plc                                  | 485,101       | 570,873      |
| 4,550                               | Lagardere SCA                            | 100,163       | 136,030      |
| 11,500                              | Liberty Broadband Corp., Cl. A           | 426,661       | 593,975      |
| 32,739                              | Liberty Broadband Corp., Cl. C           | 658,003       | 1,697,844    |
| 43,000                              | Liberty Media Corp., Cl. A               | 622,552       | 1,687,750    |
| 84,000                              | Liberty Media Corp., Cl. C               | 948,109       | 3,198,720    |
| 4,000                               | M6 Metropole Television SA               | 35,208        | 68,857       |
| 20,936                              | Media General Inc.                       | 229,719       | 338,116      |
| 68,566                              | Media Prima Berhad                       | 34,965        | 20,282       |
| 44,000                              | MSG Networks Inc., Cl. A                 | 180,507       | 915,200      |
| 36,000                              | Nippon Television Holdings Inc.          | 530,748       | 663,721      |
| 4,650                               | NRJ Group                                | 20,718        | 49,877       |
| 25,000                              | Pandora Media Inc.                       | 356,403       | 335,250      |
| 3,500                               | RTL Group SA                             | 134,552       | 292,881      |
| 74,000                              | Salem Media Group Inc.                   | 301,741       | 368,520      |
| 13,000                              | Sinclair Broadcast Group Inc., Cl. A     | 91,398        | 423,020      |
| 23,000                              | Societe Television Francaise 1           | 229,511       | 256,203      |
| 50,000                              | Starz, Cl. A                             | 579,864       | 1,675,000    |
| 17,000                              | TEGNA Inc.                               | 411,552       | 433,840      |
| 45,000                              | Television Broadcasts Ltd.               | 166,753       | 185,515      |
| 75,000                              | Tokyo Broadcasting System Holdings Inc.  | 1,442,118     | 1,204,293    |
| 240,000                             | TV Azteca SA de CV                       | 58,305        | 33,700       |
| 27,000                              | UTV Media plc                            | 96,517        | 69,656       |
|                                     |                                          | 11,555,062    | 23,471,514   |
| <b>Business Services 0.9%</b>       |                                          |               |              |
| 3,686                               | Contax Participacoes SA                  | 7,571         | 335          |



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|        |                            |           |           |
|--------|----------------------------|-----------|-----------|
| 1,000  | Convergys Corp.            | 17,738    | 24,890    |
| 6,000  | Impellam Group plc         | 8,600     | 70,762    |
| 21,000 | McGraw Hill Financial Inc. | 1,277,849 | 2,070,180 |
| 3,500  | Monster Worldwide Inc.     | 42,168    | 20,055    |

**Market**

| <b>Shares</b> |            | <b>Cost</b> | <b>Value</b> |
|---------------|------------|-------------|--------------|
| 1,000         | Qumu Corp. | \$ 5,717    | \$ 2,710     |
|               |            | 1,359,643   | 2,188,932    |

**Cable 14.6%**

|         |                                             |            |            |
|---------|---------------------------------------------|------------|------------|
| 23,000  | Altice NV, Cl. A                            | 261,256    | 331,189    |
| 4,000   | Altice NV, Cl. B                            | 39,678     | 58,250     |
| 34,000  | AMC Networks Inc., Cl. A                    | 2,055,303  | 2,539,120  |
| 3,000   | Cable One Inc.                              | 861,791    | 1,300,980  |
| 186,000 | Cablevision Systems Corp., Cl. A            | 2,077,165  | 5,933,400  |
| 6,500   | Charter Communications Inc., Cl. A          | 1,138,812  | 1,190,150  |
| 35,500  | Cogeco Cable Inc.                           | 777,075    | 1,584,762  |
| 64,000  | Comcast Corp., Cl. A                        | 2,537,699  | 3,611,520  |
| 30,000  | Liberty Global plc, Cl. A                   | 444,344    | 1,270,800  |
| 136,000 | Liberty Global plc, Cl. C                   | 3,579,719  | 5,544,720  |
| 1,500   | Liberty Global plc LiLAC, Cl. A             | 18,514     | 62,055     |
| 7,000   | Liberty Global plc LiLAC, Cl. C             | 190,063    | 301,000    |
| 120,690 | Rogers Communications Inc., New York, Cl. B | 1,558,971  | 4,158,977  |
| 19,310  | Rogers Communications Inc., Toronto, Cl. B  | 148,207    | 665,949    |
| 24,000  | Scripps Networks Interactive Inc., Cl. A    | 1,196,718  | 1,325,040  |
| 11,000  | Shaw Communications Inc., New York, Cl. B   | 140,748    | 189,090    |
| 78,000  | Shaw Communications Inc., Toronto, Cl. B    | 105,571    | 1,341,620  |
| 5,800   | Sky plc, ADR                                | 181,535    | 382,104    |
| 16,500  | Time Warner Cable Inc.                      | 2,492,951  | 3,062,235  |
|         |                                             | 19,806,120 | 34,852,961 |

**Consumer Services 3.4%**

|         |                                            |           |           |
|---------|--------------------------------------------|-----------|-----------|
| 4,000   | Bowlin Travel Centers Inc.                 | 3,022     | 6,100     |
| 3,000   | Expedia Inc.                               | 295,367   | 372,900   |
| 13,000  | H&R Block Inc.                             | 283,043   | 433,030   |
| 18,000  | IAC/InterActiveCorp.                       | 643,679   | 1,080,900 |
| 105,000 | Liberty Interactive Corp. QVC Group, Cl. A | 1,056,632 | 2,868,600 |
| 17,000  | Liberty TripAdvisor Holdings Inc., Cl. A   | 164,135   | 515,780   |
| 41,814  | Liberty Ventures, Cl. A                    | 578,351   | 1,886,230 |
| 13,000  | The ADT Corp.                              | 459,914   | 428,740   |
| 45,000  | TiVo Inc.                                  | 550,602   | 388,350   |
|         |                                            | 4,034,745 | 7,980,630 |

**Diversified Industrial 0.6%**

|        |                                     |         |         |
|--------|-------------------------------------|---------|---------|
| 16,000 | Bouygues SA                         | 449,280 | 635,448 |
| 3,000  | Fortune Brands Home & Security Inc. | 125,326 | 166,500 |

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|        |                                  |           |           |
|--------|----------------------------------|-----------|-----------|
| 22,000 | Jardine Strategic Holdings Ltd.  | 566,270   | 601,260   |
| 3,000  | Malaysian Resources Corp. Berhad | 3,735     | 894       |
|        |                                  | 1,144,611 | 1,404,102 |

See accompanying notes to financial statements.

**The Gabelli Multimedia Trust Inc.****Schedule of Investments (Continued) December 31, 2015**

| Shares                                    |                                     | Cost       | Market Value |
|-------------------------------------------|-------------------------------------|------------|--------------|
| <b>COMMON STOCKS (Continued)</b>          |                                     |            |              |
| <b>DISTRIBUTION COMPANIES (Continued)</b> |                                     |            |              |
| <b>Electronics 0.3%</b>                   |                                     |            |              |
| 19,000                                    | Dolby Laboratories Inc., Cl. A      | \$ 756,097 | \$ 639,350   |
| 5,000                                     | IDI Inc.                            | 111,123    | 36,700       |
|                                           |                                     | 867,220    | 676,050      |
| <b>Entertainment 6.8%</b>                 |                                     |            |              |
| 24,000                                    | Gogo Inc.                           | 419,304    | 427,200      |
| 259,500                                   | Grupo Televisa SAB, ADR             | 5,324,252  | 7,060,995    |
| 24,000                                    | Naspers Ltd., Cl. N                 | 1,058,100  | 3,290,010    |
| 1,000                                     | Netflix Inc.                        | 91,547     | 114,380      |
| 4,000                                     | Reading International Inc., Cl. A   | 32,434     | 52,440       |
| 5,300                                     | Reading International Inc., Cl. B   | 38,458     | 72,716       |
| 5,000                                     | Regal Entertainment Group, Cl. A    | 57,394     | 94,350       |
| 88,000                                    | Sky plc                             | 1,207,468  | 1,442,602    |
| 17,000                                    | Take-Two Interactive Software Inc.  | 201,547    | 592,280      |
| 18,666                                    | The Madison Square Garden Co, Cl. A | 707,096    | 3,020,159    |
|                                           |                                     | 9,137,600  | 16,167,132   |
| <b>Equipment 1.4%</b>                     |                                     |            |              |
| 12,500                                    | American Tower Corp.                | 1,146,057  | 1,211,875    |
| 3,600                                     | Amphenol Corp., Cl. A               | 7,014      | 188,028      |
| 87,000                                    | Corning Inc.                        | 961,952    | 1,590,360    |
| 2,000                                     | Furukawa Electric Co. Ltd.          | 7,419      | 4,276        |
| 8,000                                     | QUALCOMM Inc.                       | 206,384    | 399,880      |
|                                           |                                     | 2,328,826  | 3,394,419    |
| <b>Financial Services 2.3%</b>            |                                     |            |              |
| 15,000                                    | BCB Holdings Ltd.                   | 33,725     | 1,880        |
| 36,500                                    | Kinnevik Investment AB, Cl. A       | 688,270    | 1,139,348    |
| 44,000                                    | Kinnevik Investment AB, Cl. B       | 1,445,135  | 1,365,642    |
| 6,000                                     | LendingTree Inc.                    | 54,069     | 535,680      |
| 65,000                                    | PayPal Holdings Inc.                | 1,883,714  | 2,353,000    |
| 15,000                                    | Waterloo Investment Holdings Ltd.   | 2,153      | 600          |

|               |                                                 |              |               |
|---------------|-------------------------------------------------|--------------|---------------|
|               |                                                 | 4,107,066    | 5,396,150     |
|               | <b>Food and Beverage 0.1%</b>                   |              |               |
| 2,994         | Pernod Ricard SA                                | 190,567      | 342,294       |
|               | <b>Retail 0.9%</b>                              |              |               |
| 200           | Amazon.com Inc.                                 | 35,729       | 135,178       |
| 34,000        | Best Buy Co. Inc.                               | 715,251      | 1,035,300     |
| 5,000         | FTD Companies Inc.                              | 149,685      | 130,850       |
| 12,000        | HSN Inc.                                        | 320,240      | 608,040       |
| 7,000         | Outerwall Inc.                                  | 375,163      | 255,780       |
|               |                                                 | 1,596,068    | 2,165,148     |
|               | <b>Satellite 2.9%</b>                           |              |               |
| 1,000         | Asia Satellite Telecommunications Holdings Ltd. | 1,555        | 1,255         |
|               |                                                 |              | <b>Market</b> |
| <b>Shares</b> |                                                 | <b>Cost</b>  | <b>Value</b>  |
| 60,000        | DigitalGlobe Inc.                               | \$ 1,146,076 | \$ 939,600    |
| 60,000        | DISH Network Corp., Cl. A                       | 2,531,201    | 3,430,800     |
| 31,000        | EchoStar Corp., Cl. A                           | 763,773      | 1,212,410     |
| 30,000        | Iridium Communications Inc.                     | 225,784      | 252,300       |
| 16,400        | Loral Space & Communications Inc.               | 715,914      | 667,644       |
| 250,000       | PT Indosat Tbk                                  | 52,779       | 99,746        |
| 3,000         | SKY Perfect JSAT Holdings Inc.                  | 15,472       | 17,072        |
| 2,000         | ViaSat Inc.                                     | 107,936      | 122,020       |
| 20,000        | Videocon d2h Ltd., ADR                          | 219,931      | 177,600       |
|               |                                                 | 5,780,421    | 6,920,447     |
|               | <b>Telecommunications: Long Distance 2.6%</b>   |              |               |
| 130,000       | AT&T Inc.                                       | 4,290,664    | 4,473,300     |
| 2,020         | BCE Inc., New York                              | 87,553       | 78,012        |
| 1,074         | BCE Inc., Toronto                               | 46,622       | 41,495        |
| 22,000        | Philippine Long Distance Telephone Co., ADR     | 370,294      | 940,500       |
| 200,000       | Sprint Corp.                                    | 1,163,277    | 724,000       |
|               |                                                 | 5,958,410    | 6,257,307     |
|               | <b>Telecommunications: National 5.1%</b>        |              |               |
| 5,000         | China Telecom Corp. Ltd., ADR                   | 126,250      | 232,250       |
| 5,000         | China Unicom Hong Kong Ltd., ADR                | 38,450       | 60,300        |
| 14,000        | Communications Sales & Leasing Inc.             | 383,257      | 261,660       |
| 61,000        | Deutsche Telekom AG, ADR                        | 789,100      | 1,090,680     |
| 16,000        | Elisa Oyj                                       | 155,779      | 604,932       |
| 3,605         | Hellenic Telecommunications Organization SA     | 41,551       | 36,200        |
| 10,000        | Inmarsat plc                                    | 117,984      | 167,617       |

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|         |                                              |           |           |
|---------|----------------------------------------------|-----------|-----------|
| 36,600  | Level 3 Communications Inc.                  | 1,263,234 | 1,989,576 |
| 1,000   | Magyar Telekom Telecommunications plc, ADR   | 9,280     | 6,940     |
| 10,000  | Nippon Telegraph & Telephone Corp.           | 230,089   | 402,346   |
| 5,000   | Oi SA, ADR                                   | 17,766    | 2,317     |
| 1,000   | Oi SA, ADR                                   | 3,744     | 610       |
| 4,000   | Orange SA, ADR                               | 65,705    | 66,520    |
| 3,000   | PT Telekomunikasi Indonesia Persero Tbk, ADR | 12,340    | 133,200   |
| 6,000   | Rostelecom PJSC, ADR                         | 41,408    | 44,322    |
| 28,000  | Swisscom AG, ADR                             | 704,878   | 1,400,840 |
| 6,000   | Telecom Argentina SA, ADR                    | 5,820     | 96,420    |
| 385,000 | Telecom Italia SpA                           | 1,016,574 | 491,621   |
| 50,000  | Telecom Italia SpA                           | 44,963    | 51,675    |
| 17,500  | Telefonica Brasil SA, ADR                    | 283,641   | 158,025   |
| 118,026 | Telefonica SA, ADR                           | 1,183,507 | 1,305,368 |
| 145,000 | Telekom Austria AG                           | 1,030,094 | 794,674   |
| 55,000  | Telesites SAB                                | 41,755    | 35,870    |
| 15,172  | TeliaSonera AB                               | 42,639    | 75,829    |
| 2,400   | Telstra Corp. Ltd., ADR                      | 30,324    | 48,768    |

See accompanying notes to financial statements.

**The Gabelli Multimedia Trust Inc.****Schedule of Investments (Continued) December 31, 2015**

| Shares                                          |                                                       | Cost         | Market Value |
|-------------------------------------------------|-------------------------------------------------------|--------------|--------------|
| <b>COMMON STOCKS (Continued)</b>                |                                                       |              |              |
| <b>DISTRIBUTION COMPANIES (Continued)</b>       |                                                       |              |              |
| <b>Telecommunications: National (Continued)</b> |                                                       |              |              |
| 48,000                                          | Verizon Communications Inc.                           | \$ 1,748,920 | \$ 2,218,560 |
| 82,000                                          | VimpelCom Ltd., ADR                                   | 104,722      | 268,960      |
|                                                 |                                                       | 9,533,774    | 12,046,080   |
| <b>Telecommunications: Regional 1.4%</b>        |                                                       |              |              |
| 85,000                                          | Cincinnati Bell Inc.                                  | 287,404      | 306,000      |
| 78,000                                          | Telephone & Data Systems Inc.                         | 3,256,718    | 2,019,420    |
| 8,000                                           | TELUS Corp., New York                                 | 100,703      | 221,200      |
| 32,000                                          | TELUS Corp., Toronto                                  | 298,834      | 884,816      |
|                                                 |                                                       | 3,943,659    | 3,431,436    |
| <b>Wireless Communications 4.2%</b>             |                                                       |              |              |
| 55,000                                          | America Movil SAB de CV, Cl. L, ADR                   | 367,164      | 773,300      |
| 400,000                                         | Cable & Wireless Communications plc                   | 320,106      | 438,135      |
| 19,000                                          | Global Telecom Holding SAE, GDR                       | 75,678       | 24,700       |
| 30,000                                          | HC2 Holdings Inc.                                     | 89,573       | 158,700      |
| 240,000                                         | Jasmine International plc                             | 5,040        | 21,609       |
| 26,500                                          | Millicom International Cellular SA, SDR               | 2,229,900    | 1,527,255    |
| 90,000                                          | NTT DoCoMo Inc.                                       | 1,400,085    | 1,859,978    |
| 19,000                                          | Orascom Telecom Media and Technology Holding SAE, GDR | 29,430       | 13,110       |
| 25,000                                          | ORBCOMM Inc.                                          | 120,987      | 181,000      |
| 34,000                                          | SK Telecom Co. Ltd., ADR                              | 761,600      | 685,100      |
| 4,203                                           | Tim Participacoes SA, ADR                             | 108,533      | 35,641       |
| 52,000                                          | T-Mobile US Inc.                                      | 1,487,819    | 2,034,240    |
| 8,000                                           | Turkcell Iletisim Hizmetleri A/S, ADR                 | 118,357      | 67,920       |
| 29,000                                          | United States Cellular Corp.                          | 1,069,619    | 1,183,490    |
| 30,000                                          | Vodafone Group plc, ADR                               | 1,213,692    | 967,800      |
|                                                 |                                                       | 9,397,583    | 9,971,978    |
|                                                 | <b>TOTAL DISTRIBUTION COMPANIES</b>                   | 90,741,375   | 136,666,580  |
| <b>COPYRIGHT/CREATIVITY COMPANIES 34.8%</b>     |                                                       |              |              |

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**Business Services 0.1%**

|        |                               |         |         |
|--------|-------------------------------|---------|---------|
| 5,000  | Scientific Games Corp., Cl. A | 61,975  | 44,850  |
| 25,000 | YuMe Inc.                     | 122,212 | 87,750  |
|        |                               | 184,187 | 132,600 |

**Business Services: Advertising 2.2%**

|         |                                            |           |         |
|---------|--------------------------------------------|-----------|---------|
| 168,000 | Clear Channel Outdoor Holdings Inc., Cl. A | 1,253,045 | 939,120 |
| 15,000  | Harte-Hanks Inc.                           | 110,333   | 48,600  |
| 6,000   | Havas SA                                   | 28,900    | 50,580  |
| 9,357   | JC Decaux SA                               | 216,503   | 358,958 |
| 8,000   | Lamar Advertising Co., Cl. A               | 290,387   | 479,840 |

**Market**

| Shares  |                                         | Cost      | Value      |
|---------|-----------------------------------------|-----------|------------|
| 1,500   | Publicis Groupe SA                      | \$ 10,478 | \$ 100,058 |
| 8,000   | Ströeer SE                              | 181,031   | 503,385    |
| 115,000 | The Interpublic Group of Companies Inc. | 1,540,856 | 2,677,200  |
| 15,000  | Tremor Video Inc.                       | 35,559    | 30,900     |
|         |                                         | 3,667,092 | 5,188,641  |

**Computer Hardware 1.6%**

|        |            |           |           |
|--------|------------|-----------|-----------|
| 37,000 | Apple Inc. | 3,641,994 | 3,894,620 |
|--------|------------|-----------|-----------|

**Computer Software and Services 10.9%**

|         |                              |            |            |
|---------|------------------------------|------------|------------|
| 58,000  | Activision Blizzard Inc.     | 1,819,051  | 2,245,180  |
| 4,500   | Alphabet Inc., Cl. A         | 2,997,696  | 3,501,045  |
| 2,404   | Alphabet Inc., Cl. C         | 1,772,811  | 1,824,348  |
| 54,000  | Blucora Inc.                 | 825,599    | 529,200    |
| 60,000  | EarthLink Holdings Corp.     | 271,755    | 445,800    |
| 78,000  | eBay Inc.                    | 1,504,775  | 2,143,440  |
| 23,500  | Electronic Arts Inc.         | 322,026    | 1,614,920  |
| 51,000  | Facebook Inc., Cl. A         | 2,962,261  | 5,337,660  |
| 8,000   | GrubHub Inc.                 | 199,308    | 193,600    |
| 16,000  | Guidance Software Inc.       | 134,845    | 96,320     |
| 70,000  | Internap Corp.               | 421,888    | 448,000    |
| 10,000  | InterXion Holding NV         | 135,436    | 301,500    |
| 12,000  | Microsoft Corp.              | 339,027    | 665,760    |
| 7,000   | QTS Realty Trust Inc., Cl. A | 147,356    | 315,770    |
| 25,000  | RealD Inc.                   | 209,398    | 263,750    |
| 6,000   | SoftBank Corp.               | 351,493    | 306,452    |
| 5,000   | Twitter Inc.                 | 137,854    | 115,700    |
| 170,000 | Yahoo! Inc.                  | 5,340,772  | 5,654,200  |
|         |                              | 19,893,351 | 26,002,645 |

**Consumer Products 0.4%**

|       |                   |         |         |
|-------|-------------------|---------|---------|
| 2,200 | Nintendo Co. Ltd. | 269,057 | 306,677 |
|-------|-------------------|---------|---------|

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|         |                                         |           |           |
|---------|-----------------------------------------|-----------|-----------|
| 35,000  | Nintendo Co. Ltd., ADR                  | 622,100   | 603,925   |
|         |                                         | 891,157   | 910,602   |
|         | <b>Consumer Services 0.0%</b>           |           |           |
| 5,000   | XO Group Inc.                           | 49,981    | 80,300    |
|         | <b>Electronics 2.4%</b>                 |           |           |
| 2,000   | IMAX Corp.                              | 10,333    | 71,080    |
| 6,500   | Intel Corp.                             | 143,744   | 223,925   |
| 3,440   | Koninklijke Philips NV                  | 36,704    | 87,548    |
| 219,000 | Sony Corp., ADR                         | 4,306,850 | 5,389,590 |
|         |                                         | 4,497,631 | 5,772,143 |
|         | <b>Entertainment 8.6%</b>               |           |           |
| 35,000  | Ascent Capital Group Inc., Cl. A        | 1,310,631 | 585,200   |
| 22,000  | Crown Media Holdings Inc., Cl. A        | 81,273    | 123,420   |
| 12,000  | DreamWorks Animation SKG Inc., Cl. A    | 280,727   | 309,240   |
| 50,000  | Entravision Communications Corp., Cl. A | 252,919   | 385,500   |
| 79,200  | GMM Grammy Public Co. Ltd.              | 52,488    | 19,588    |

See accompanying notes to financial statements.



**The Gabelli Multimedia Trust Inc.****Schedule of Investments (Continued) December 31, 2015**

| Shares                                            |                                               | Cost       | Market Value |
|---------------------------------------------------|-----------------------------------------------|------------|--------------|
| <b>COMMON STOCKS (Continued)</b>                  |                                               |            |              |
| <b>COPYRIGHT/CREATIVITY COMPANIES (Continued)</b> |                                               |            |              |
| <b>Entertainment (Continued)</b>                  |                                               |            |              |
| 25,000                                            | Live Nation Entertainment Inc.                | \$ 239,539 | \$ 614,250   |
| 18,500                                            | Rentrak Corp.                                 | 902,601    | 879,305      |
| 17,000                                            | STV Group plc                                 | 13,537     | 129,067      |
| 11,000                                            | The Walt Disney Co.                           | 931,180    | 1,155,880    |
| 51,000                                            | Time Warner Inc.                              | 2,870,456  | 3,298,170    |
| 116,000                                           | Twenty-First Century Fox Inc., Cl. A          | 1,236,225  | 3,150,560    |
| 77,000                                            | Twenty-First Century Fox Inc., Cl. B          | 1,988,820  | 2,096,710    |
| 70,000                                            | Universal Entertainment Corp.                 | 1,814,070  | 1,287,075    |
| 55,500                                            | Viacom Inc., Cl. A                            | 1,622,706  | 2,441,445    |
| 170,000                                           | Vivendi SA                                    | 3,816,503  | 3,669,105    |
| 14,000                                            | World Wrestling Entertainment Inc., Cl. A     | 155,848    | 249,760      |
|                                                   |                                               | 17,569,523 | 20,394,275   |
| <b>Hotels and Gaming 5.7%</b>                     |                                               |            |              |
| 145,000                                           | Boyd Gaming Corp.                             | 996,647    | 2,881,150    |
| 900                                               | Churchill Downs Inc.                          | 78,708     | 127,341      |
| 7,000                                             | Gaming and Leisure Properties Inc.            | 179,225    | 194,600      |
| 10,000                                            | Golden Entertainment Inc.                     | 90,780     | 102,300      |
| 4,200                                             | Greek Organization of Football Prognostics SA | 45,444     | 36,971       |
| 32,000                                            | International Game Technology plc             | 598,541    | 517,760      |
| 15,000                                            | Interval Leisure Group Inc.                   | 290,087    | 234,150      |
| 200,000                                           | Ladbrokes plc                                 | 827,914    | 352,926      |
| 38,000                                            | Las Vegas Sands Corp.                         | 1,445,428  | 1,665,920    |
| 156,250                                           | Mandarin Oriental International Ltd.          | 249,278    | 242,187      |
| 33,000                                            | Melco Crown Entertainment Ltd., ADR           | 223,343    | 554,400      |
| 22,000                                            | MGM China Holdings Ltd.                       | 43,826     | 27,535       |
| 5,000                                             | Penn National Gaming Inc.                     | 32,159     | 80,100       |
| 84,000                                            | Ryman Hospitality Properties Inc.             | 1,947,518  | 4,337,760    |
| 5,100                                             | Starwood Hotels & Resorts Worldwide Inc.      | 103,481    | 353,328      |
| 26,000                                            | Wynn Resorts Ltd.                             | 1,259,973  | 1,798,940    |
|                                                   |                                               | 8,412,352  | 13,507,368   |

**Publishing 2.9%**

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|        |                               |           |           |
|--------|-------------------------------|-----------|-----------|
| 15,000 | AH Belo Corp., Cl. A          | 67,792    | 75,000    |
| 20,000 | Arnoldo Mondadori Editore SpA | 63,826    | 22,583    |
| 8,500  | Gannett Co Inc.               | 93,294    | 138,465   |
| 2,400  | Graham Holdings Co., Cl. B    | 1,096,382 | 1,163,928 |
| 30,000 | Il Sole 24 Ore SpA            | 35,186    | 21,029    |
| 800    | John Wiley & Sons Inc., Cl. B | 5,693     | 36,168    |
| 30,875 | Journal Media Group Inc.      | 269,710   | 371,117   |
| 11,500 | Meredith Corp.                | 368,865   | 497,375   |

**Market**

| Shares    |                                                  | Cost      | Value     |
|-----------|--------------------------------------------------|-----------|-----------|
| 5,263     | Nation International Edutainment Public Co. Ltd. | \$ 265    | \$ 336    |
| 1,000,000 | Nation Multimedia Group Public Co. Ltd.          | 53,346    | 39,739    |
| 30,000    | News Corp., Cl. A                                | 144,805   | 400,800   |
| 60,000    | News Corp., Cl. B                                | 856,107   | 837,600   |
| 8,000     | Nielsen Holdings plc                             | 217,703   | 372,800   |
| 974,000   | Post Publishing Public Co. Ltd.                  | 47,100    | 179,994   |
| 1,000     | Scholastic Corp.                                 | 16,500    | 38,560    |
| 247,000   | Singapore Press Holdings Ltd.                    | 725,198   | 686,353   |
| 600       | Spir Communication                               | 13,551    | 6,384     |
| 11,000    | Telegraaf Media Groep NV                         | 173,304   | 44,829    |
| 65,996    | The E.W. Scripps Co., Cl. A                      | 1,263,398 | 1,253,924 |
| 1,000     | Time Inc.                                        | 10,073    | 15,670    |
| 11,000    | Tribune Media Co., Cl. A                         | 609,108   | 371,910   |
| 16,363    | UBM plc                                          | 89,300    | 127,005   |
| 3,000     | Wolters Kluwer NV                                | 67,969    | 100,954   |

6,288,475 6,802,523

**TOTAL COPYRIGHT/CREATIVITY COMPANIES** 65,095,743 82,685,717

**TOTAL COMMON STOCKS** 155,837,118 219,352,297

**RIGHTS 0.0%**

**DISTRIBUTION COMPANIES 0.0%**

**Wireless Communications 0.0%**

25,000 Leap Wireless International Inc., CVR, expire 03/14/16 57,591 63,000

**WARRANTS 0.0%**

**DISTRIBUTION COMPANIES 0.0%**

**Real Estate 0.0%**

1,000 Malaysian Resources Corp. Bhd, expire 09/16/18 0 38

**Telecommunications 0.0%**

117,647 Jasmine International plc, expire 07/05/20 0 1,733

**TOTAL WARRANTS** 0 1,771

**Principal**

| <b>Amount</b>            |                                                                    |             |                       |                    |
|--------------------------|--------------------------------------------------------------------|-------------|-----------------------|--------------------|
|                          | <b>U.S. GOVERNMENT OBLIGATIONS</b>                                 | <b>7.8%</b> |                       |                    |
| \$18,655,000             | U.S. Treasury Bills,<br>0.010% to 0.536% ,<br>01/07/16 to 06/30/16 |             | 18,636,077            | 18,636,570         |
| <b>TOTAL INVESTMENTS</b> | <b>100.0%</b>                                                      |             | <b>\$ 174,530,786</b> | <b>238,053,638</b> |

See accompanying notes to financial statements.

**The Gabelli Multimedia Trust Inc.****Schedule of Investments (Continued) December 31, 2015**

|                                                                                            | <b>Market<br/>Value</b> |
|--------------------------------------------------------------------------------------------|-------------------------|
| <b>Other Assets and Liabilities (Net)</b>                                                  | \$ (4,201)              |
| <b>PREFERRED STOCK</b><br>(791,614 preferred shares outstanding)                           | (34,775,350)            |
| <b>NET ASSETS COMMON STOCK</b><br>(24,308,212 common shares outstanding)                   | \$ 203,274,087          |
| <b>NET ASSET VALUE PER COMMON SHARE</b><br>(\$203,274,087 ÷ 24,308,212 shares outstanding) | \$ 8.36                 |

Non-income producing security.

Represents annualized yield at date of purchase.

ADR American Depositary Receipt

CVR Contingent Value Right

GDR Global Depositary Receipt

PJSC Public Joint Stock Company

SDR Swedish Depositary Receipt

| <b>Geographic Diversification</b> | <b>% of</b>                  |                         |
|-----------------------------------|------------------------------|-------------------------|
|                                   | <b>Total<br/>Investments</b> | <b>Market<br/>Value</b> |
| North America                     | 75.1%                        | \$178,741,728           |
| Europe                            | 12.7                         | 30,332,358              |
| Japan                             | 5.1                          | 12,151,104              |
| Latin America                     | 4.2                          | 9,967,082               |
| Asia/Pacific                      | 1.5                          | 3,533,546               |
| South Africa                      | 1.4                          | 3,290,010               |
| Africa/Middle East                | 0.0                          | 37,810                  |
| Total Investments                 | 100.0%                       | \$238,053,638           |

See accompanying notes to financial statements.

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**The Gabelli Multimedia Trust Inc.**
**Statement of Assets and Liabilities****December 31, 2015****Assets:**

|                                            |                |
|--------------------------------------------|----------------|
| Investments, at value (cost \$174,530,786) | \$ 238,053,638 |
| Cash                                       | 13,908         |
| Receivable for investments sold            | 5,528,503      |
| Deferred offering expense                  | 70,363         |
| Dividends receivable                       | 216,394        |
| Prepaid expenses                           | 4,040          |

|                     |                    |
|---------------------|--------------------|
| <b>Total Assets</b> | <b>243,886,846</b> |
|---------------------|--------------------|

**Liabilities:**

|                                      |           |
|--------------------------------------|-----------|
| Deferred tax liabilities (a)         | 21,520    |
| Distributions payable                | 13,651    |
| Payable for investments purchased    | 5,310,789 |
| Payable for investment advisory fees | 174,354   |
| Payable for payroll expenses         | 40,500    |
| Payable for accounting fees          | 7,500     |
| Payable for auction agent fees       | 131,040   |
| Other accrued expenses               | 138,055   |

|                          |                  |
|--------------------------|------------------|
| <b>Total Liabilities</b> | <b>5,837,409</b> |
|--------------------------|------------------|

**Preferred Stock:**

|                                                                                                                                                                   |            |
|-------------------------------------------------------------------------------------------------------------------------------------------------------------------|------------|
| Series B Cumulative Preferred Stock (6.000%, \$25 liquidation value, \$0.001 par value, 1,000,000 shares authorized with 791,014 shares issued and outstanding)   | 19,775,350 |
| Series C Cumulative Preferred Stock (Auction Rate, \$25,000 liquidation value, \$0.001 par value, 1,000 shares authorized with 600 shares issued and outstanding) | 15,000,000 |

|                              |                   |
|------------------------------|-------------------|
| <b>Total Preferred Stock</b> | <b>34,775,350</b> |
|------------------------------|-------------------|

|                                                       |                       |
|-------------------------------------------------------|-----------------------|
| <b>Net Assets Attributable to Common Shareholders</b> | <b>\$ 203,274,087</b> |
|-------------------------------------------------------|-----------------------|

**Net Assets Attributable to Common Shareholders Consist of:**

|                                                                                               |                |
|-----------------------------------------------------------------------------------------------|----------------|
| Paid-in capital                                                                               | \$ 144,179,100 |
| Distributions in excess of net investment income                                              | (287,699)      |
| Distributions in excess of net realized gain on investments and foreign currency transactions | (4,118,117)    |
| Net unrealized appreciation on investments (b)                                                | 63,501,332     |
| Net unrealized depreciation on foreign currency translations                                  | (529)          |

|                   |                       |
|-------------------|-----------------------|
| <b>Net Assets</b> | <b>\$ 203,274,087</b> |
|-------------------|-----------------------|

**Net Asset Value per Common Share:**

(\$203,274,087 ÷ 24,308,212 shares outstanding at \$0.001 par value; 196,750,000 shares authorized)

\$8.36

(a) Includes net change of \$11,630 in deferred Thailand capital gains tax on unrealized appreciation during the year ended December 31, 2015.

(b) Includes net unrealized depreciation of \$21,520 in deferred Thailand capital gains tax during the year ended December 31, 2015.

**Statement of Operations****For the Year Ended December 31, 2015****Investment Income:**

|                                                           |              |
|-----------------------------------------------------------|--------------|
| Dividends (net of foreign withholding taxes of \$242,004) | \$ 3,714,243 |
| Interest                                                  | 23,978       |

|                                |                  |
|--------------------------------|------------------|
| <b>Total Investment Income</b> | <b>3,738,221</b> |
|--------------------------------|------------------|

**Expenses:**

|                                     |           |
|-------------------------------------|-----------|
| Investment advisory fees            | 2,645,284 |
| Shareholder communications expenses | 146,492   |
| Payroll expenses                    | 112,343   |
| Shareholder services fees           | 76,557    |
| Directors' fees                     | 70,469    |
| Audit and legal fees                | 69,549    |
| Custodian fees                      | 54,372    |
| Accounting fees                     | 45,000    |
| Interest expense                    | 1,242     |
| Miscellaneous expenses              | 106,851   |

|                       |                  |
|-----------------------|------------------|
| <b>Total Expenses</b> | <b>3,328,159</b> |
|-----------------------|------------------|

**Less:**

|                                                 |           |
|-------------------------------------------------|-----------|
| Advisory fee reduction (See Note 3)             | (347,754) |
| Expenses paid indirectly by broker (See Note 3) | (3,646)   |

|                         |                  |
|-------------------------|------------------|
| <b>Total Reductions</b> | <b>(351,400)</b> |
|-------------------------|------------------|

|                     |                  |
|---------------------|------------------|
| <b>Net Expenses</b> | <b>2,976,759</b> |
|---------------------|------------------|

|                              |                |
|------------------------------|----------------|
| <b>Net Investment Income</b> | <b>761,462</b> |
|------------------------------|----------------|

|                                                                                                     |                        |
|-----------------------------------------------------------------------------------------------------|------------------------|
| <b>Net Realized and Unrealized Gain/(Loss) on Investments and Foreign Currency:</b>                 |                        |
| Net realized gain on investments                                                                    | 23,076,191             |
| Net realized loss on foreign currency transactions                                                  | (37,271)               |
| Net realized gain on investments and foreign currency transactions                                  | 23,038,920             |
| <b>Net change in unrealized appreciation/depreciation:</b>                                          |                        |
| on investments (a)                                                                                  | (34,968,736)           |
| on foreign currency translations                                                                    | (202)                  |
| Net change in unrealized appreciation/depreciation on investments and foreign currency translations | (34,968,938)           |
| <b>Net Realized and Unrealized Gain/(Loss) on Investments and Foreign Currency</b>                  | <b>(11,930,018)</b>    |
| <b>Net Decrease in Net Assets Resulting from Operations</b>                                         | <b>(11,168,556)</b>    |
| Total Distributions to Preferred Shareholders                                                       | (1,205,374)            |
| <b>Net Decrease in Net Assets Attributable to Common Shareholders Resulting from Operations</b>     | <b>\$ (12,373,930)</b> |

See accompanying notes to financial statements.



**The Gabelli Multimedia Trust Inc.****Statement of Changes in Net Assets Attributable to Common Shareholders**

|                                                                                                            | <b>Year Ended<br/>December 31, 2015</b> | <b>Year Ended<br/>December 31, 2014</b> |
|------------------------------------------------------------------------------------------------------------|-----------------------------------------|-----------------------------------------|
| <b>Operations:</b>                                                                                         |                                         |                                         |
| Net investment income                                                                                      | \$ 761,462                              | \$ 277,634                              |
| Net realized gain on investments and foreign currency transactions                                         | 23,038,920                              | 20,586,507                              |
| Net change in unrealized appreciation/depreciation on investments and foreign currency translations        | <u>(34,968,938)</u>                     | <u>(11,522,817)</u>                     |
| <b>Net Increase/(Decrease) in Net Assets Resulting from Operations</b>                                     | <u>(11,168,556)</u>                     | <u>9,341,324</u>                        |
| <b>Distributions to Preferred Shareholders:</b>                                                            |                                         |                                         |
| Net investment income                                                                                      | (49,351)                                | (27,518)                                |
| Net realized gain                                                                                          | <u>(1,156,023)</u>                      | <u>(1,177,570)</u>                      |
| <b>Total Distributions to Preferred Shareholders</b>                                                       | <u>(1,205,374)</u>                      | <u>(1,205,088)</u>                      |
| <b>Net Increase/(Decrease) in Net Assets Attributable to Common Shareholders Resulting from Operations</b> | <u>(12,373,930)</u>                     | <u>8,136,236</u>                        |
| <b>Distributions to Common Shareholders:</b>                                                               |                                         |                                         |
| Net investment income                                                                                      | (917,929)                               | (448,107)                               |
| Net realized gain                                                                                          | (21,502,031)                            | (19,175,979)                            |
| Return of capital                                                                                          | <u>(429,761)</u>                        | <u>(3,136,472)</u>                      |
| <b>Total Distributions to Common Shareholders</b>                                                          | <u>(22,849,721)</u>                     | <u>(22,760,558)</u>                     |
| <b>Fund Share Transactions:</b>                                                                            |                                         |                                         |
| Increase in net assets from common shares issued in rights offering                                        |                                         | 54,500,940                              |
| Net increase in net assets from common shares issued upon reinvestment of distributions                    |                                         | 1,250,010                               |
| Offering costs for common shares charged to paid-in capital                                                | <u>(34,732)</u>                         | <u>(218,287)</u>                        |
| <b>Net Increase/(Decrease) in Net Assets from Fund Share Transactions</b>                                  | <u>(34,732)</u>                         | <u>55,532,663</u>                       |
| <b>Net Increase/(Decrease) in Net Assets Attributable to Common Shareholders</b>                           | <u>(35,258,383)</u>                     | <u>40,908,341</u>                       |
| <b>Net Assets Attributable to Common Shareholders:</b>                                                     |                                         |                                         |
| Beginning of year                                                                                          | <u>238,532,470</u>                      | <u>197,624,129</u>                      |
| End of year (including undistributed net investment income of \$0 and \$0, respectively)                   | <u>\$203,274,087</u>                    | <u>\$238,532,470</u>                    |

See accompanying notes to financial statements.

**The Gabelli Multimedia Trust Inc.****Financial Highlights****Selected data for a common share outstanding throughout each year:**

|                                                                                                            | <b>For the Year Ended December 31,</b> |             |             |             |             |
|------------------------------------------------------------------------------------------------------------|----------------------------------------|-------------|-------------|-------------|-------------|
|                                                                                                            | <b>2015</b>                            | <b>2014</b> | <b>2013</b> | <b>2012</b> | <b>2011</b> |
| <b>Operating Performance:</b>                                                                              |                                        |             |             |             |             |
| Net asset value, beginning of year                                                                         | \$ 9.81                                | \$ 10.90    | \$ 8.22     | \$ 7.48     | \$ 9.17     |
| Net investment income                                                                                      | 0.03                                   | 0.05        | 0.06        | 0.13        | 0.04        |
| Net realized and unrealized gain/(loss) on investments and foreign currency transactions                   | (0.49)                                 | 0.42        | 3.61        | 1.48        | 0.00(a)     |
| Total from investment operations                                                                           | (0.46)                                 | 0.47        | 3.67        | 1.61        | 0.04        |
| <b>Distributions to Preferred Shareholders: (b)</b>                                                        |                                        |             |             |             |             |
| Net investment income                                                                                      | (0.00)(a)                              | (0.00)(a)   | (0.01)      | (0.03)      |             |
| Net realized gain                                                                                          | (0.05)                                 | (0.06)      | (0.06)      | (0.04)      | (0.07)      |
| Total distributions to preferred shareholders                                                              | (0.05)                                 | (0.06)      | (0.07)      | (0.07)      | (0.07)      |
| <b>Net Increase/(Decrease) in Net Assets Attributable to Common Shareholders Resulting from Operations</b> | (0.51)                                 | 0.41        | 3.60        | 1.54        | (0.03)      |
| <b>Distributions to Common Shareholders:</b>                                                               |                                        |             |             |             |             |
| Net investment income                                                                                      | (0.03)                                 | (0.02)      | (0.05)      | (0.07)      |             |
| Net realized gain                                                                                          | (0.89)                                 | (0.88)      | (0.87)      | (0.08)      | (0.24)      |
| Return of capital                                                                                          | (0.02)                                 | (0.15)      |             | (0.65)      | (0.63)      |
| Total distributions to common shareholders                                                                 | (0.94)                                 | (1.05)      | (0.92)      | (0.80)      | (0.87)      |
| <b>Fund Share Transactions:</b>                                                                            |                                        |             |             |             |             |
| Decrease in net asset value from common shares issued in rights offering                                   |                                        | (0.44)      |             |             | (0.76)      |
| Increase in net asset value from repurchase of common shares                                               |                                        |             |             | 0.00(a)     | 0.00(a)     |
| Increase in net asset value from common shares issued upon                                                 |                                        | 0.00(a)     | 0.00(a)     |             |             |

|                                                                                                                                |            |            |            |            |            |
|--------------------------------------------------------------------------------------------------------------------------------|------------|------------|------------|------------|------------|
| reinvestment of distributions                                                                                                  |            |            |            |            |            |
| Offering expenses charged to paid-in capital                                                                                   | (0.00)(a)  | (0.01)     |            | (0.00)(a)  | (0.03)     |
| Total Fund share transactions                                                                                                  | (0.00)(a)  | (0.45)     | 0.00(a)    | 0.00(a)    | (0.79)     |
| <b>Net Asset Value Attributable to Common Shareholders, End of Year</b>                                                        |            |            |            |            |            |
|                                                                                                                                | \$ 8.36    | \$ 9.81    | \$ 10.90   | \$ 8.22    | \$ 7.48    |
| NAV total return                                                                                                               | (5.57)%    | 4.17%      | 45.77%     | 22.29%     | (0.13)%    |
| Market value, end of year                                                                                                      | \$ 7.50    | \$ 10.01   | \$ 12.40   | \$ 7.85    | \$ 6.24    |
| Investment total return                                                                                                        | (16.33)%   | (6.63)%    | 73.37%     | 40.00%     | (10.35)%   |
| <b>Ratios to Average Net Assets and Supplemental Data:</b>                                                                     |            |            |            |            |            |
| Net assets including liquidation value of preferred shares, end of year (in 000 s)                                             | \$ 238,049 | \$ 273,307 | \$ 232,399 | \$ 182,899 | \$ 169,977 |
| Net assets attributable to common shares, end of year (in 000 s)                                                               | \$ 203,274 | \$ 238,532 | \$ 197,624 | \$ 148,124 | \$ 135,202 |
| Ratio of net investment income/(loss) to average net assets attributable to common shares before preferred share distributions | 0.33%      | 0.13%      | 0.60%      | 1.68%      | (0.11)%    |

See accompanying notes to financial statements.

**The Gabelli Multimedia Trust Inc.****Financial Highlights (Continued)****Selected data for a common share outstanding throughout each year:**

|                                                                                                                                         | <b>For the Year Ended December 31,</b> |             |             |             |             |
|-----------------------------------------------------------------------------------------------------------------------------------------|----------------------------------------|-------------|-------------|-------------|-------------|
|                                                                                                                                         | <b>2015</b>                            | <b>2014</b> | <b>2013</b> | <b>2012</b> | <b>2011</b> |
| <b>Ratios to Average Net Assets and Supplemental Data (Continued):</b>                                                                  |                                        |             |             |             |             |
| Ratio of operating expenses to average net assets attributable to common shares before fees waived/fee reduction                        | 1.45%(c)                               | 1.59%       | 1.55%       | 1.84%(d)    | 2.59%       |
| Ratio of operating expenses to average net assets attributable to common shares net of advisory fee reduction, if any                   | 1.30%(c)                               | 1.50%       | 1.55%       | 1.84%(d)    | 2.34%       |
| Ratio of operating expenses to average net assets including liquidation value of preferred shares before fees waived/fee reduction      | 1.26%(c)                               | 1.37%       | 1.29%       | 1.48%(e)    | 2.08%       |
| Ratio of operating expenses to average net assets including liquidation value of preferred shares net of advisory fee reduction, if any | 1.13%(c)                               | 1.29%       | 1.29%       | 1.48%(e)    | 1.88%       |
|                                                                                                                                         | 14.0%                                  | 16.0%       | 12.7%       | 7.9%        | 14.4%       |

Portfolio turnover  
rate

**Preferred Stock:****6.00% Series B****Cumulative****Preferred Stock**

Liquidation value,  
end of year (in  
000 s)

|           |           |           |           |           |
|-----------|-----------|-----------|-----------|-----------|
| \$ 19,775 | \$ 19,775 | \$ 19,775 | \$ 19,775 | \$ 19,775 |
|-----------|-----------|-----------|-----------|-----------|

Total shares  
outstanding (in  
000 s)

|     |     |     |     |     |
|-----|-----|-----|-----|-----|
| 791 | 791 | 791 | 791 | 791 |
|-----|-----|-----|-----|-----|

Liquidation  
preference per  
share

|          |          |          |          |          |
|----------|----------|----------|----------|----------|
| \$ 25.00 | \$ 25.00 | \$ 25.00 | \$ 25.00 | \$ 25.00 |
|----------|----------|----------|----------|----------|

Average market  
value (f)

|          |          |          |          |          |
|----------|----------|----------|----------|----------|
| \$ 25.80 | \$ 25.41 | \$ 25.45 | \$ 25.73 | \$ 25.38 |
|----------|----------|----------|----------|----------|

Asset coverage per  
share(g)

|           |           |           |           |           |
|-----------|-----------|-----------|-----------|-----------|
| \$ 171.13 | \$ 196.48 | \$ 167.07 | \$ 131.49 | \$ 122.20 |
|-----------|-----------|-----------|-----------|-----------|

**Series C Auction****Rate Cumulative****Preferred Stock**

Liquidation value,  
end of year (in  
000 s)

|           |           |           |           |           |
|-----------|-----------|-----------|-----------|-----------|
| \$ 15,000 | \$ 15,000 | \$ 15,000 | \$ 15,000 | \$ 15,000 |
|-----------|-----------|-----------|-----------|-----------|

Total shares  
outstanding (in  
000 s)

|   |   |   |   |   |
|---|---|---|---|---|
| 1 | 1 | 1 | 1 | 1 |
|---|---|---|---|---|

Liquidation  
preference per  
share

|           |           |           |           |           |
|-----------|-----------|-----------|-----------|-----------|
| \$ 25,000 | \$ 25,000 | \$ 25,000 | \$ 25,000 | \$ 25,000 |
|-----------|-----------|-----------|-----------|-----------|

Liquidation value  
(h)

|           |           |           |           |           |
|-----------|-----------|-----------|-----------|-----------|
| \$ 25,000 | \$ 25,000 | \$ 25,000 | \$ 25,000 | \$ 25,000 |
|-----------|-----------|-----------|-----------|-----------|

Asset coverage per  
share(g)

|            |            |            |            |            |
|------------|------------|------------|------------|------------|
| \$ 171,134 | \$ 196,481 | \$ 167,072 | \$ 131,486 | \$ 122,197 |
|------------|------------|------------|------------|------------|

**Asset Coverage**

|     |      |      |      |      |      |
|-----|------|------|------|------|------|
| (i) | 685% | 786% | 668% | 526% | 489% |
|-----|------|------|------|------|------|

For the years ended 2015, 2014, and 2013 based on net asset value per share, adjusted for reinvestment of distributions of net asset value on the ex-dividend date. The years ended 2012 and 2011, were based on net asset value per share, adjusted for reinvestment of distributions at prices determined under the Fund's dividend reinvestment plan including the effect of shares issued pursuant to 2014 and 2011 rights offerings, assuming full subscription by shareholders.

Based on market value per share, adjusted for reinvestment of distributions at prices determined under the Fund's dividend reinvestment plan including the effect of shares issued pursuant to 2014 and 2011 rights offerings, assuming full subscription by shareholders.

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

(b) Calculated based upon average common shares outstanding on the record dates throughout the periods.

(c) The Fund received credits from a designated broker who agreed to pay certain Fund operating expenses. For the year ended December 31, 2015, there was no impact on the expense ratios.

- (d) These ratios do not include a reduction for insurance recovery of \$300,000 and the prior period adjustment to legal expenses of \$227,762. Had these amounts been included, the ratios for the year ended December 31, 2012 would have been 1.47%.
- (e) These ratios do not include a reduction for insurance recovery of \$300,000 and the prior period adjustment to legal expenses of \$227,762. Had these amounts been included, the ratios for the year ended December 31, 2012 would have been 1.18%.
- (f) Based on weekly prices.
- (g) Asset coverage per share is calculated by combining all series of preferred shares.
- (h) Since February 2008, the weekly auctions have failed. Holders that have submitted orders have not been able to sell any or all of their shares in the auction.
- (i) Asset coverage is calculated by combining all series of preferred shares.

See accompanying notes to financial statements.

## The Gabelli Multimedia Trust Inc.

### Notes to Financial Statements

**1. Organization.** The Gabelli Multimedia Trust Inc. (the Fund) is a non-diversified closed-end management investment company organized as a Maryland corporation on March 31, 1994 and registered under the Investment Company Act of 1940, as amended (the 1940 Act). The Fund commenced investment operations on November 15, 1994.

The Fund's investment objective is long term growth of capital. The Fund will invest at least 80% of its assets, under normal market conditions, in common stock and other securities, including convertible securities, preferred stock, options, and warrants of companies in the telecommunications, media, publishing, and entertainment industries (the 80% Policy). The 80% Policy may be changed without shareholder approval. The Fund will provide shareholders with notice at least sixty days prior to the implementation of any change in the 80% Policy.

**2. Significant Accounting Policies.** As an investment company, the Fund follows the investment company accounting and reporting guidance, which is part of U.S. generally accepted accounting principles (GAAP) that may require the use of management estimates and assumptions in the preparation of its financial statements. Actual results could differ from those estimates. The following is a summary of significant accounting policies followed by the Fund in the preparation of its 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 (the Board) so determines, by such other method as the Board shall determine in good faith to reflect its fair market value. Portfolio securities traded on more than one national securities exchange or market are valued according to the broadest and most representative market, as determined by Gabelli Funds, LLC (the Adviser).

Portfolio securities primarily traded on a foreign market are generally valued at the preceding closing values of such securities on the relevant market, but may be fair valued pursuant to procedures established by the Board if market conditions change significantly after the close of the foreign market, but prior to the close of business on the day the securities are being valued. Debt instruments with remaining maturities of sixty days or less that are not credit impaired are valued at amortized cost, unless the Board determines such amount does not reflect the securities' fair value, in which case these securities will be fair valued as determined by the Board. Debt instruments having a maturity greater than sixty 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. U.S. government obligations with maturities greater than sixty days are normally valued using a model that incorporates market observable data such as reported sales of similar securities, broker quotes, yields, bids, offers, and reference data. Certain securities are valued principally using dealer quotations.

Securities and assets for which market quotations are not readily available are fair valued as determined by the Board. Fair valuation methodologies and procedures may include, but are not limited to: analysis and review of available financial and non-financial information about the company; comparisons with the valuation and changes in valuation of similar securities, including a comparison of foreign securities with the equivalent U.S.





**The Gabelli Multimedia Trust Inc.****Notes to Financial Statements (Continued)**

dollar value American Depositary Receipt securities at the close of the U.S. exchange; and evaluation of any other information that could be indicative of the value of the security.

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

Level 1 – quoted prices in active markets for identical securities;

Level 2 – other significant observable inputs (including quoted prices for similar securities, interest rates, prepayment speeds, credit risk, etc.); and

Level 3 – significant unobservable inputs (including the Board's determinations as to the fair value of investments).

A financial instrument's level within the fair value hierarchy is based on the lowest level of any input both individually and in the aggregate that is significant to the fair value measurement. The inputs or methodology used for valuing securities are not necessarily an indication of the risk associated with investing in those securities. The summary of the Fund's investments in securities and other financial instruments by inputs used to value the Fund's investments as of December 31, 2015 is as follows:

|                                   | <b>Valuation Inputs</b> |                                  |                            |                           |
|-----------------------------------|-------------------------|----------------------------------|----------------------------|---------------------------|
|                                   | <b>Level 1</b>          | <b>Level 2 Other Significant</b> | <b>Level 3 Significant</b> | <b>Total Market Value</b> |
|                                   | <b>Quoted Prices</b>    | <b>Observable</b>                | <b>Unobservable</b>        | <b>at 12/31/15</b>        |
|                                   |                         | <b>Inputs</b>                    | <b>Inputs</b>              |                           |
| <b>INVESTMENTS IN SECURITIES:</b> |                         |                                  |                            |                           |
| <b>ASSETS (Market Value):</b>     |                         |                                  |                            |                           |
| Common Stocks:                    |                         |                                  |                            |                           |
| Distribution Companies            |                         |                                  |                            |                           |
| Broadcasting                      | \$ 23,399,723           |                                  | \$ 71,791                  | \$ 23,471,514             |
| Consumer Services                 | 7,974,530               | \$ 6,100                         |                            | 7,980,630                 |
| Financial Services                | 5,393,670               | 1,880                            | 600                        | 5,396,150                 |
| Wireless Communications           | 9,950,369               |                                  | 21,609                     | 9,971,978                 |
| Other Industries (a)              | 89,846,308              |                                  |                            | 89,846,308                |
| Copyright/Creativity Companies    |                         |                                  |                            |                           |
| Publishing                        | 6,546,622               | 255,901                          |                            | 6,802,523                 |
| Other Industries (a)              | 75,883,194              |                                  |                            | 75,883,194                |
| <b>Total Common Stocks</b>        | <b>218,994,416</b>      | <b>263,881</b>                   | <b>94,000</b>              | <b>219,352,297</b>        |

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|                                                   |               |               |            |  |                |
|---------------------------------------------------|---------------|---------------|------------|--|----------------|
| Rights (a)                                        |               |               | 63,000     |  | 63,000         |
| Warrants (a)                                      | 1,771         |               |            |  | 1,771          |
| U.S. Government Obligations                       |               | 18,636,570    |            |  | 18,636,570     |
| <b>TOTAL INVESTMENTS IN<br/>SECURITIES ASSETS</b> | \$218,996,187 | \$ 18,900,451 | \$ 157,000 |  | \$ 238,053,638 |

(a) Please refer to the Schedule of Investments for the industry classifications of these portfolio holdings. The Fund did not have material transfers among Level 1, Level 2, and Level 3 during the year ended December 31, 2015. The Fund's policy is to recognize transfers among Levels as of the beginning of the reporting period.

**The Gabelli Multimedia Trust Inc.****Notes to Financial Statements (Continued)**

The following table reconciles Level 3 investments for which significant unobservable inputs were used to determine fair value:

|                                        | Balance as of 12/31/14 | Accrued discounts/premiums | Realized gain/loss | Change in unrealized appreciation/ depreciation | Purchases         | Sales            | Transfers into Level 3 | Transfers out of Level 3 | Balance as of 12/31/15 | Net change in unrealized appreciation/ depreciation during the period on Level 3 investments still held at 12/31/15 |
|----------------------------------------|------------------------|----------------------------|--------------------|-------------------------------------------------|-------------------|------------------|------------------------|--------------------------|------------------------|---------------------------------------------------------------------------------------------------------------------|
| <b>INVESTMENTS IN SECURITIES:</b>      |                        |                            |                    |                                                 |                   |                  |                        |                          |                        |                                                                                                                     |
| <b>ASSETS (Market Value):</b>          |                        |                            |                    |                                                 |                   |                  |                        |                          |                        |                                                                                                                     |
| Common Stocks:                         |                        |                            |                    |                                                 |                   |                  |                        |                          |                        |                                                                                                                     |
| Distribution Companies                 |                        |                            |                    |                                                 |                   |                  |                        |                          |                        |                                                                                                                     |
| Broadcasting                           |                        |                            |                    | \$ (25,933)                                     |                   |                  | \$ 97,724              |                          | \$ 71,791              | \$ (25,933)                                                                                                         |
| Financial Services                     | \$ 935                 |                            |                    | (335)                                           |                   |                  |                        |                          | 600                    | (335)                                                                                                               |
| Wireless Communications                |                        |                            |                    |                                                 |                   |                  |                        |                          |                        |                                                                                                                     |
|                                        |                        |                            |                    | 16,569                                          | 5,040             |                  |                        |                          | 21,609                 | 16,569                                                                                                              |
| Total Common Stocks                    | 935                    |                            |                    | (9,699)                                         | 5,040             |                  | 97,724                 |                          | 94,000                 | (9,699)                                                                                                             |
| Rights                                 |                        |                            |                    |                                                 |                   |                  |                        |                          |                        |                                                                                                                     |
| Distribution Companies                 |                        |                            |                    |                                                 |                   |                  |                        |                          |                        |                                                                                                                     |
| Wireless Communications                |                        |                            |                    |                                                 |                   |                  |                        |                          |                        |                                                                                                                     |
|                                        | 63,185                 |                            | 2,261              | (185)                                           |                   | (2,261)          |                        |                          | 63,000                 |                                                                                                                     |
| Total Rights                           | 63,185                 |                            | 2,261              | (185)                                           |                   | (2,261)          |                        |                          | 63,000                 |                                                                                                                     |
| <b>TOTAL INVESTMENTS IN SECURITIES</b> | <b>\$ 64,120</b>       | <b>\$ 2,261</b>            | <b>\$ (9,884)</b>  | <b>\$ 5,040</b>                                 | <b>\$ (2,261)</b> | <b>\$ 97,724</b> | <b>\$ 157,000</b>      | <b>\$ (9,699)</b>        |                        |                                                                                                                     |

Net change in unrealized appreciation/depreciation on investments is included in the related amounts in the Statement of Operations.

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The Fund's policy is to recognize transfers into and out of Level 3 as of the beginning of the reporting period. The following tables summarize the valuation techniques used and unobservable inputs utilized to determine the value of certain of the Fund's Level 3 investments as of December 31, 2015:

| Description                       | Balance at 12/31/15 | Valuation Technique                   | Unobservable Input Range |
|-----------------------------------|---------------------|---------------------------------------|--------------------------|
| <b>INVESTMENTS IN SECURITIES:</b> |                     |                                       |                          |
| <b>ASSETS (Market Value):</b>     |                     |                                       |                          |
| Common Stocks (a)                 | \$ 94,000           | Last available closing Price/Spin-off | Discount Range 0%        |
| Rights (a)                        | <u>63,000</u>       | Merger/Acquisition Price              | Discount Range 0%        |
| Total                             | <u>157,000</u>      |                                       |                          |

(a) Includes fair value securities of investments developed using various valuation techniques and unobservable inputs.

| Unobservable Input | Impact to Value if Input Increases | Impact to Value if Input Decreases |
|--------------------|------------------------------------|------------------------------------|
| Discount Range     | Decrease                           | Increase                           |

**The Gabelli Multimedia Trust Inc.**

**Notes to Financial Statements (Continued)**

**Additional Information to Evaluate Qualitative Information.**

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

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

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

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

**Limitations on the Purchase and Sale of Futures Contracts, Certain Options, and Swaps.** Subject to the guidelines of the Board, the Fund may engage in commodity interest transactions (generally, transactions in futures, certain options, certain currency transactions, and certain types of swaps) only for bona fide hedging or other permissible

transactions in accordance with the rules and regulations of the Commodity Futures Trading

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**The Gabelli Multimedia Trust Inc.****Notes to Financial Statements (Continued)**

Commission ( CFTC ). Pursuant to amendments by the CFTC to Rule 4.5 under the Commodity Exchange Act ( CEA ), the Adviser has filed a notice of exemption from registration as a commodity pool operator with respect to the Fund. The Fund and the Adviser are therefore not subject to registration or regulation as a commodity pool operator under the CEA. In addition, certain trading restrictions are now applicable to the Fund as of January 1, 2013. These trading restrictions permit the Fund to engage in commodity interest transactions that include (i) bona fide hedging transactions, as that term is defined and interpreted by the CFTC and its staff, without regard to the percentage of the Fund's assets committed to margin and options premiums and (ii) non-bona fide hedging transactions, provided that the Fund does not enter into such non-bona fide hedging transactions if, immediately thereafter, either (a) the sum of the amount of initial margin deposits on the Fund's existing futures positions or swaps positions and option or swaption premiums would exceed 5% of the market value of the Fund's liquidating value, after taking into account unrealized profits and unrealized losses on any such transactions, or (b) the aggregate net notional value of the Fund's commodity interest transactions would not exceed 100% of the market value of the Fund's liquidating value, after taking into account unrealized profits and unrealized losses on any such transactions. Therefore, in order to claim the Rule 4.5 exemption, the Fund is limited in its ability to invest in commodity futures, options, and certain types of swaps (including securities futures, broad based stock index futures, and financial futures contracts). As a result, in the future, the Fund will be more limited in its ability to use these instruments than in the past, and these limitations may have a negative impact on the ability of the Adviser to manage the Fund, and on the Fund's performance.

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

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

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

**Restricted Securities.** The Fund may invest up to 15% of its net assets in securities for which the markets are restricted. Restricted securities include securities whose disposition is subject to substantial legal or contractual





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**The Gabelli Multimedia Trust Inc.****Notes to Financial Statements (Continued)**

restrictions. The sale of restricted 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. The Fund did not have any restricted securities as of December 31, 2015.

**Securities Transactions and Investment Income.** Securities transactions are accounted for on the trade date with realized gain/(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 from foreign securities that are recorded as soon after the ex-dividend date as the Fund becomes aware of such dividends.

**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 GAAP. These differences are primarily due to differing treatments of income and gains on various investment securities and foreign currency transactions held by the Fund, timing differences, and differing characterizations of distributions made by the Fund. Distributions from net investment income for federal income tax purposes 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 Fund. For the year ended December 31, 2015, reclassifications were made to increase distributions in excess of net investment income by \$36,689 and to decrease distributions in excess of net realized gain on investments and foreign currency transactions by \$37,346, with an offsetting adjustment to paid-in capital.

Distributions to shareholders of the Fund's 6.00% Series B Cumulative Preferred Stock ( Series B Preferred ) and Series C Preferred ( Preferred Stock ) are accrued on a daily basis and are determined as described in Note 5.

Under the Fund's current distribution policy related to common shares, the Fund declares and pays quarterly distributions from net investment income, capital gains, and paid-in capital. The actual source of the distribution is determined after the end of the calendar year. Pursuant to this policy, distributions during the year may be made in excess of required distributions. To the extent such distributions are made from current earnings and profits, they are considered ordinary income or long term capital gains. The Fund's current distribution policy may restrict the Fund's ability to payout all of its net realized long term capital gains as a Capital Gain Dividend. Distributions sourced from paid-in capital should not be considered the current yield or the total return from an investment in the Fund.

**The Gabelli Multimedia Trust Inc.****Notes to Financial Statements (Continued)**

The tax character of distributions paid during the years ended December 31, 2015 and 2014 was as follows:

|                                                         | Year Ended<br>December 31, 2015 |                     | Year Ended<br>December 31, 2014 |                     |
|---------------------------------------------------------|---------------------------------|---------------------|---------------------------------|---------------------|
|                                                         | Common                          | Preferred           | Common                          | Preferred           |
| <b>Distributions paid from:</b>                         |                                 |                     |                                 |                     |
| Ordinary income (inclusive of short term capital gains) | \$ 1,647,419                    | \$ 88,571           | \$ 471,340                      | \$ 28,945           |
| Long term capital gains                                 | 20,772,541                      | 1,116,803           | 19,152,746                      | 1,176,143           |
| Return of capital                                       | 429,761                         |                     | 3,136,472                       |                     |
| <b>Total distributions paid</b>                         | <b>\$ 22,849,721</b>            | <b>\$ 1,205,374</b> | <b>\$ 22,760,558</b>            | <b>\$ 1,205,088</b> |

**Provision for Income Taxes.** The Fund intends to continue to qualify as a regulated investment company under Subchapter M of the Internal Revenue Code of 1986, as amended (the Code). It is the policy of the 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 provision for federal income taxes is required.

As of December 31, 2015, the components of accumulated earnings/losses on a tax basis were as follows:

|                                                                              |                      |
|------------------------------------------------------------------------------|----------------------|
| Net unrealized appreciation on investments and foreign currency translations | \$ 59,108,638        |
| Other temporary differences*                                                 | (13,651)             |
| <b>Total</b>                                                                 | <b>\$ 59,094,987</b> |

\* Other temporary differences are primarily due to adjustments on preferred share class distribution payables. The Fund is permitted to carry capital losses forward for an unlimited period. Capital losses that are carried forward will retain their character as either short term or long term capital losses.

At December 31, 2015, the differences between book basis and tax basis unrealized appreciation were primarily due to deferral of losses from wash sales for tax purposes, mark-to-market adjustments on investments in passive foreign investment companies, and basis adjustments on qualified five year tax gain.

The following summarizes the tax cost of investments and the related net unrealized appreciation at December 31, 2015:

|             | <b>Cost</b>    | <b>Gross<br/>Unrealized<br/>Appreciation</b> | <b>Gross<br/>Unrealized<br/>Depreciation</b> | <b>Net Unrealized<br/>Appreciation</b> |
|-------------|----------------|----------------------------------------------|----------------------------------------------|----------------------------------------|
| Investments | \$ 178,922,951 | \$76,419,096                                 | \$ (17,288,409)                              | \$59,130,687                           |

The Fund is required to evaluate tax positions taken or expected to be taken in the course of preparing the Fund's tax returns to determine whether the tax positions are more-likely-than-not of being sustained by the applicable tax authority. Income tax and related interest and penalties would be recognized by the Fund as tax expense in the Statement of Operations if the tax positions were deemed not to meet the more-likely-than-not threshold. For the year ended December 31, 2015, the Fund did not incur any income tax, interest, or penalties. As of December 31, 2015, the Adviser has reviewed all open tax years and concluded that there was no impact to the Fund's net assets or results of operations. The Fund's federal and state tax returns for the prior three fiscal years remain open, subject to examination. On an ongoing basis, the Adviser will monitor the Fund's tax positions to determine if adjustments to this conclusion are necessary.

**The Gabelli Multimedia Trust Inc.**

**Notes to Financial Statements (Continued)**

**3. Agreements and Transactions with Affiliates.** The 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. In accordance with the Advisory Agreement, the Adviser provides a continuous investment program for the Fund's portfolio and oversees the administration of all aspects of the Fund's business and affairs.

The Adviser has agreed to reduce the management fee on the incremental assets attributable to the Preferred Stock if the total return of the NAV of the common shares of the Fund, including distributions and advisory fee subject to reduction, does not exceed the stated dividend rate on each particular series of the Preferred Stock for the year. For the year ended December 31, 2015, the Fund's total return on the NAV of the common shares did not exceed the stated dividend rates of the Preferred Stock. Thus, advisory fees with respect to the liquidation value of the Preferred Stock assets were reduced by \$347,754.

During the year ended December 31, 2015, the Fund paid brokerage commissions on security trades of \$4,484 to G.research, LLC, an affiliate of the Adviser.

During the year ended December 31, 2015, the Fund received credits from a designated broker who agreed to pay certain Fund operating expenses. The amount of such expenses paid through this directed brokerage arrangement during this period was \$3,646.

The cost of calculating the Fund's NAV per share is a Fund expense pursuant to the Advisory Agreement. During the year ended December 31, 2015, the Fund paid or accrued \$45,000 to the Adviser in connection with the cost of computing the Fund's NAV.

As per the approval of the Board, the Fund compensates officers of the Fund, who are employed by the Fund and are not employed by the Adviser (although officers may receive incentive based variable compensation from affiliates of the Adviser). For the year ended December 31, 2015 the Fund paid or accrued \$112,343 in payroll expenses in the Statement of Operations.

The Fund pays each Director who is not considered an affiliated person an annual retainer of \$6,000 plus \$500 for each Board meeting attended and each Director is reimbursed by the Fund for any out of pocket expenses incurred in attending meetings. All Board committee members receive \$1,000 per meeting attended. The Audit Committee Chairman receives an annual fee of \$3,000, the Nominating Committee Chairman and the Lead Director each receive an annual fee of \$2,000. A Director may receive a single meeting fee, allocated among the participating funds, for participation in certain meetings held on behalf of multiple funds. Directors who are directors or employees of the Adviser or an affiliated company receive no compensation or expense reimbursement from the Fund.

**4. Portfolio Securities.** Purchases and sales of securities during the year ended December 31, 2015, other than short term securities and U.S. Government obligations, aggregated \$33,491,732 and \$43,623,712, respectively.

**5. Capital.** The charter permits the Fund to issue 196,750,000 shares of common stock (par value \$0.001). The Board has authorized the repurchase of up to 1,950,000 shares on the open market when the shares are trading at a discount of 5% or more (or such other percentage as the Board may determine from time to time)

**The Gabelli Multimedia Trust Inc.****Notes to Financial Statements (Continued)**

from the NAV of the shares. During the year ended December 31, 2015, the Fund did not repurchase any common stock in the open market.

Transactions in common stock were as follows:

|                                                                                         | <b>Year Ended</b>        |                      | <b>Year Ended</b>        |                      |
|-----------------------------------------------------------------------------------------|--------------------------|----------------------|--------------------------|----------------------|
|                                                                                         | <b>December 31, 2015</b> |                      | <b>December 31, 2014</b> |                      |
|                                                                                         | <b><u>Shares</u></b>     | <b><u>Amount</u></b> | <b><u>Shares</u></b>     | <b><u>Amount</u></b> |
| Increase in net assets from common shares issued in rights offering                     |                          | \$                   | 6,055,660                | \$54,500,940         |
| Net increase in net assets from common shares issued upon reinvestment of distributions |                          | -                    | <u>125,224</u>           | <u>1,250,010</u>     |
| Net increase                                                                            |                          | \$                   | <u>6,180,884</u>         | <u>\$55,750,950</u>  |

The Fund's Articles of Incorporation authorize the issuance of up to 2,000,000 shares of \$0.001 par value Preferred Stock. The 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 Preferred Stock are cumulative. The Fund is required by the 1940 Act and by the Articles Supplementary to meet certain asset coverage tests with respect to the Preferred Stock. If the Fund fails to meet these requirements and does not correct such failure, the Fund may be required to redeem, in part or in full, the Series B and Series C Preferred at redemption prices of \$25.00 and \$25,000, respectively, per share plus an amount equal to the accumulated and 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 Fund's ability to pay dividends to common shareholders and could lead to sales of portfolio securities at inopportune times. The income received on the Fund'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.

A shelf registration authorizing the offering of an additional \$400 million of common or preferred shares was declared effective by the SEC on May 28, 2014.

On June 17, 2014, the Fund distributed one transferable right for each of the 18,166,980 common shares outstanding on that date. Three rights were required to purchase one additional common share at the subscription price of \$9.00 per share. On July 25, 2014, the Fund issued 6,055,660 common shares receiving net proceeds of \$54,282,653, after the deduction of offering expenses of \$218,287. The NAV per share of the Fund was reduced by approximately \$0.44 per share on the day the additional shares were issued. The additional shares were issued below NAV.

For Series C Preferred Stock, the dividend rates, as set by the auction process that is generally held every seven days, are expected to vary with short term interest rates. Since February 2008, the number of shares of Series C Preferred Stock subject to bid orders by potential holders has been less than the number of shares of Series C Preferred Stock subject to sell orders. Holders that have submitted sell orders have not been able to sell any or all of the Series C

Preferred Stock for which they have submitted sell orders. Therefore the weekly auctions have failed, and the dividend rate has been the maximum rate, which is 175% of the AA Financial Composite Commercial Paper Rate on the day of such auction. Existing Series C shareholders may submit an order to hold, bid, or sell such shares on each auction date, or trade their shares in the secondary market.

**The Gabelli Multimedia Trust Inc.****Notes to Financial Statements (Continued)**

The Fund may redeem at anytime, in whole or in part, the Series B and Series C Preferred Stock at their respective redemption prices. In addition, the Board has authorized the repurchase of Series B Preferred Stock in the open market at prices less than the \$25 liquidation value per share. During the years ended December 31, 2015 and 2014, the Fund did not repurchase or redeem any shares of Series B and Series C Preferred Stock.

The following table summarizes Cumulative Preferred Stock information:

| Series         | Issue Date           | Issued/<br>Authorized | Number of Shares<br>Outstanding<br>at<br>12/31/2015 | Net Proceeds | 2015 Dividend<br>Rate<br>Range | Dividend<br>Rate at<br>12/31/2015 | Accrued<br>Dividends at<br>12/31/2015 |
|----------------|----------------------|-----------------------|-----------------------------------------------------|--------------|--------------------------------|-----------------------------------|---------------------------------------|
| B 6.000%       | March 31, 2003       | 31,000,000            | 791,014                                             | \$24,009,966 | Fixed Rate                     | 6.000%                            | \$13,184                              |
| C Auction Rate | March<br>31,<br>2003 | 1,000                 | 600                                                 | \$24,547,466 | 0.123% to 0.560%               | 0.560%                            | \$ 467                                |

The holders of Preferred Stock generally are entitled to one vote per share held on each matter submitted to a vote of shareholders of the Fund and will vote together with holders of common stock as a single class. The holders of 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. 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 Fund's outstanding voting stock must approve the conversion of the Fund 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.

**6. Industry Concentration.** Because the Fund primarily invests in common stocks and other securities of foreign and domestic companies in the telecommunications, media, publishing, and entertainment industries, its portfolio may be subject to greater risk and market fluctuations than a portfolio of securities representing a broad range of investments.

**7. Indemnifications.** The Fund enters into contracts that contain a variety of indemnifications. The Fund's maximum exposure under these arrangements is unknown. However, the Fund has not had prior claims or losses pursuant to these contracts. Management has reviewed the Fund's existing contracts and expects the risk of loss to be remote.

**8. Subsequent Events.** Management has evaluated the impact on the Fund of all subsequent events occurring through the date the financial statements were issued and has determined that there were no subsequent events requiring recognition or disclosure in the financial statements.





**The Gabelli Multimedia Trust Inc.**

**Report of Independent Registered Public Accounting Firm**

To the Board of Directors and Shareholders of

The Gabelli Multimedia Trust Inc.:

In our opinion, the accompanying statement of assets and liabilities, including the schedule of investments, and the related statements of operations and of changes in net assets attributable to common shareholders and the financial highlights present fairly, in all material respects, the financial position of The Gabelli Multimedia Trust Inc. (hereafter referred to as the Fund ) at December 31, 2015, the results of its operations for the year then ended, the changes in its net assets for each of the two years in the period then ended and the financial highlights for each of the five years in the period then ended, in conformity with accounting principles generally accepted in the United States of America. These financial statements and financial highlights (hereafter referred to as financial statements ) are the responsibility of the Fund s management. Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits of these financial statements in accordance with the standards of the Public Company Accounting Oversight Board (United States). Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, and evaluating the overall financial statement presentation. We believe that our audits, which included confirmation of securities at December 31, 2015 by correspondence with the custodian and brokers, provide a reasonable basis for our opinion.

PricewaterhouseCoopers LLP

New York, New York

February 26, 2016

**The Gabelli Multimedia Trust Inc.****Additional Fund Information (Unaudited)**

The business and affairs of the Fund are managed under the direction of the Fund's Board of Directors. Information pertaining to the Directors and officers of the Fund is set forth below. The Fund's Statement of Additional Information includes additional information about the Fund's Directors and is available without charge, upon request, by calling 800-GABELLI (800-422-3554) or by writing to The Gabelli Multimedia Trust Inc. at One Corporate Center, Rye, NY 10580-1422.

| Name, Position(s)<br>Address <sup>1</sup><br>and Age                                | Term of Office<br>and Length of<br>Time Served <sup>2</sup> | Number of<br>Funds in                   |                                                                                                                                                                                                                                                                                                                                                                                                                                                                        |                                                                                                                                                                                                                                                                                                                                                                 |
|-------------------------------------------------------------------------------------|-------------------------------------------------------------|-----------------------------------------|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
|                                                                                     |                                                             | Fund Complex<br>Overseen by<br>Director | Principal Occupation(s)<br>During Past Five Years                                                                                                                                                                                                                                                                                                                                                                                                                      | Other Directorships<br>Held by Director <sup>5</sup>                                                                                                                                                                                                                                                                                                            |
| <b>INTERESTED DIRECTORS<sup>3</sup>:</b>                                            |                                                             |                                         |                                                                                                                                                                                                                                                                                                                                                                                                                                                                        |                                                                                                                                                                                                                                                                                                                                                                 |
| <b>Mario J. Gabelli, CFA</b><br>Director and<br>Chief Investment Officer<br>Age: 73 | Since 1994*                                                 | 29                                      | Chairman, Chief Executive Officer, and Chief Investment Officer Value Portfolios of GAMCO Investors, Inc. and Chief Investment Officer Value Portfolios of Gabelli Funds, LLC and GAMCO Asset Management Inc.; Director/Trustee or Chief Investment Officer of other registered investment companies within the Gabelli/GAMCO Fund Complex; Chief Executive Officer of GGCP, Inc.; Chief Executive Officer and Chairman of the Board of Associated Capital Group, Inc. | Director of Morgan Group Holdings, Inc. (holding company); Chairman of the Board and Chief Executive Officer of LICT Corp. (multimedia and communication services company); Director of CIBL, Inc. (broadcasting and wireless communications); Director of ICTC Group Inc. (communications); Director of RLJ Acquisition Inc. (blank check company) (2011-2012) |
| <b>Christopher J. Marangi</b>                                                       | Since 2013*                                                 | 1                                       | Associate Portfolio Manager or Portfolio                                                                                                                                                                                                                                                                                                                                                                                                                               |                                                                                                                                                                                                                                                                                                                                                                 |

Associate Portfolio Manager

Age: 41

Manager of open-end and closed-end funds in the Gabelli/ GAMCO Fund Complex (since 2006); Managing Director of GAMCO Investors, Inc.

**INDEPENDENT DIRECTORS<sup>6</sup>:****Anthony J. Colavita<sup>4</sup>**

Since 2001\*

36

Director

President of the law firm of Anthony J. Colavita, P.C.

Age: 80

**James P. Conn<sup>4</sup>**

Since 1994\*\*\*

22

Director

Former Managing Director and Chief Investment Officer of Financial Security Assurance Holdings Ltd. (1992-1998)

Age: 77

**Frank J. Fahrenkopf Jr.**

Since 1999\*\*

9

Director

Co-Chairman of the Commission on Presidential Debates; Former President and Chief Executive Officer of the American Gaming Association (1995- 2013); Former Chairman of the Republican National Committee (1983-1989)

Director of First Republic Bank (banking)

Age: 76

**Kuni Nakamura**

Since 2012\*\*\*

16

Director

President of Advanced Polymer, Inc. (chemical manufacturing company); President of KEN Enterprises, Inc. (real estate)

Age: 47

**Anthony R. Pustorino**

Since 1994\*\*\*

13

Director

Certified Public Accountant; Professor Emeritus, Pace University

Director of LGL Group, Inc. (diversified manufacturing)

Age: 90

(2004-2011)

**Werner J. Roeder, MD**

Since 1999\*\*

23

Director

Practicing private physician; Former Medical Director of Lawrence Hospital (1999-2014)

Age: 75

**Salvatore J. Zizza**

Since 1994\*\*

30

Director

President of Zizza & Associates Corp. (financial consulting); Chairman of Harbor

Director and Vice Chairman of Trans-Lux Corporation (business services);

Age: 70

|                                                                                                                                                                                                                                            |                                                                                                                                                                                           |
|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| Diversified, Inc.<br>(pharmaceuticals);<br>Chairman of BAM<br>(semiconductor and<br>aerospace<br>manufacturing);<br>Chairman of Bergen Cove<br>Realty Inc.; Chairman of<br>Metropolitan Paper<br>Recycling Inc. (recycling)<br>(2005-2014) | Director and<br>Chairman of Harbor<br>Diversified Inc.<br>(pharmaceuticals);<br>Director, Chairman,<br>and CEO of General<br>Employment<br>Enterprises (staffing<br>services) (2009-2012) |
|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|

**The Gabelli Multimedia Trust Inc.****Additional Fund Information (Continued) (Unaudited)**

| <b>Name, Position(s)</b>                                           | <b>Term of Office</b>          | <b>Principal Occupation(s)</b>                                                                                                                                                                                                                                                                                                                                                                                  |
|--------------------------------------------------------------------|--------------------------------|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| <b>Address<sup>1</sup></b>                                         | <b>and Length of</b>           | <b>During Past Five Years</b>                                                                                                                                                                                                                                                                                                                                                                                   |
| <b>and Age</b>                                                     | <b>Time Served<sup>2</sup></b> |                                                                                                                                                                                                                                                                                                                                                                                                                 |
| <b><u>OFFICERS:</u></b>                                            |                                |                                                                                                                                                                                                                                                                                                                                                                                                                 |
| <b>Bruce N. Alpert</b><br>President<br>Age: 64                     | Since 2003                     | Executive Vice President and Chief Operating Officer of Gabelli Funds, LLC since 1988; Officer of several registered investment companies within the Gabelli/GAMCO Fund Complex; Senior Vice President of GAMCO Investors, Inc. since 2008; Director of Teton Advisors, Inc., 1998-2012; Chairman of Teton Advisors, Inc., 2008-2010; President of Teton Advisors, Inc., 1998-2008                              |
| <b>Andrea R. Mango</b><br>Vice President and Secretary<br>Age: 43  | Since 2013                     | Counsel of Gabelli Funds, LLC since 2013; Secretary of all registered investment companies within the Gabelli/GAMCO Fund Complex since 2013; Vice President of all closed-end funds within the Gabelli/GAMCO Fund Complex since 2014; Corporate Vice President within the Corporate Compliance Department of New York Life Insurance Company, 2011-2013; Vice President and Counsel of Deutsche Bank, 2006-2011 |
| <b>Agnes Mullady</b><br>Treasurer<br>Age: 57                       | Since 2006                     | President and Chief Operating Officer of the Fund Division of Gabelli Funds, LLC since 2015; Chief Executive Officer of G.distributors, LLC since 2010; Senior Vice President of GAMCO Investors, Inc. since 2009; Vice President of Gabelli Funds, LLC since 2007; Officer of all of the registered investment companies within the Gabelli/GAMCO Fund Complex                                                 |
| <b>Richard J. Walz</b><br>Chief Compliance Officer<br>Age: 56      | Since 2013                     | Chief Compliance Officer of all of the registered investment companies within the Gabelli/GAMCO Fund Complex since 2013; Chief Compliance Officer of AEGON USA Investment Management, 2011-2013; Chief Compliance Officer of Cutwater Asset Management, 2004-2011                                                                                                                                               |
| <b>Carter W. Austin</b><br>Vice President and Ombudsman<br>Age: 49 | Since 2010                     | Vice President and/or Ombudsman of closed-end funds within the Gabelli/GAMCO Fund Complex; Senior Vice President of Gabelli Funds, LLC since 2015                                                                                                                                                                                                                                                               |

|                                 |            |                                                                                                                                                         |
|---------------------------------|------------|---------------------------------------------------------------------------------------------------------------------------------------------------------|
| <b>Laurissa M. Martire</b>      | Since 2004 | Vice President and/or Ombudsman of closed-end funds within the Gabelli/GAMCO Fund Complex; Assistant Vice President of GAMCO Investors, Inc. since 2003 |
| Vice President and<br>Ombudsman |            |                                                                                                                                                         |

Age: 39

<sup>1</sup> Address: One Corporate Center, Rye, NY 10580-1422, unless otherwise noted.

<sup>2</sup> The Fund's Board of Directors is divided into three classes, each class having a term of three years. Each year the term of office of one class expires and the successor or successors elected to such class serve for a three year term. The three year term for each class expires as follows:

\* - Term expires at the Fund's 2016 Annual Meeting of Shareholders or until their successors are duly elected and qualified.

\*\* - Term expires at the Fund's 2017 Annual Meeting of Shareholders or until their successors are duly elected and qualified.

\*\*\* - Term expires at the Fund's 2018 Annual Meeting of Shareholders or until their successors are duly elected and qualified.

Each officer will hold office for an indefinite term until the date he or she resigns or retires or until his or her successor is elected and qualified.

<sup>3</sup> Interested person of the Fund as defined in the 1940 Act. Mr. Gabelli is considered an interested person because of his affiliation with Gabelli Funds, LLC which acts as the Fund's investment adviser.

<sup>4</sup> Represents holders of the Fund's Preferred Stock.

<sup>5</sup> This column includes only directorships of companies required to report to the SEC under the Securities Exchange Act of 1934, as amended, i.e., public companies, or other investment companies registered under the 1940 Act.

<sup>6</sup> Directors who are not interested persons are considered Independent Directors.

**THE GABELLI MULTIMEDIA TRUST INC.****INCOME TAX INFORMATION (Unaudited)****December 31, 2015****Cash Dividends and Distributions**

|                                                                   | <b>Payable<br/>Date</b> | <b>Record<br/>Date</b> | <b>Total<br/>Amount<br/>Paid<br/>Per Share</b> | <b>Ordinary<br/>Investment<br/>Income</b> | <b>Long Term<br/>Capital<br/>Gains</b> | <b>Return of<br/>Capital</b> | <b>Dividend<br/>Reinvestment<br/>Price</b> |
|-------------------------------------------------------------------|-------------------------|------------------------|------------------------------------------------|-------------------------------------------|----------------------------------------|------------------------------|--------------------------------------------|
| <b>Common<br/>Stock</b>                                           |                         |                        |                                                |                                           |                                        |                              |                                            |
|                                                                   | 03/24/15                | 03/17/15               | \$0.22000                                      | \$0.01467                                 | \$0.19987                              | \$0.00546                    | \$9.34710                                  |
|                                                                   | 06/23/15                | 06/16/15               | 0.22000                                        | 0.01467                                   | 0.19987                                | 0.00546                      | 9.34560                                    |
|                                                                   | 09/23/15                | 09/16/15               | 0.22000                                        | 0.01467                                   | 0.19987                                | 0.00546                      | 7.94500                                    |
|                                                                   | 12/18/15                | 12/11/15               | 0.28000                                        | 0.01867                                   | 0.25438                                | 0.00695                      | 7.51580                                    |
|                                                                   |                         |                        | \$0.94000                                      | \$0.06268                                 | \$0.85399                              | \$0.02333                    |                                            |
| <b>6.000%<br/>Series B<br/>Cumulative<br/>Preferred<br/>Stock</b> |                         |                        |                                                |                                           |                                        |                              |                                            |
|                                                                   | 03/26/15                | 03/19/15               | \$0.37500                                      | \$0.02564                                 | \$0.34936                              |                              |                                            |
|                                                                   | 06/26/15                | 06/19/15               | 0.37500                                        | 0.02564                                   | 0.34936                                |                              |                                            |
|                                                                   | 09/28/15                | 09/21/15               | 0.37500                                        | 0.02564                                   | 0.34936                                |                              |                                            |
|                                                                   | 12/28/15                | 12/18/15               | 0.37500                                        | 0.02564                                   | 0.34936                                |                              |                                            |
|                                                                   |                         |                        | \$1.50000                                      | \$0.10256                                 | \$1.39742                              |                              |                                            |
| <b>Series C Auction Rate Cumulative Preferred Stock</b>           |                         |                        |                                                |                                           |                                        |                              |                                            |

Auction Rate Preferred Stock pay dividends weekly based on the maximum rate.

A Form 1099-DIV has been mailed to all shareholders of record for the distributions mentioned above, setting forth specific amounts to be included in your 2015 tax returns. Ordinary income distributions include net investment income and realized net short term capital gains, if any. Ordinary income is reported in box 1a of Form 1099-DIV. Capital gain distributions are reported in box 2a of Form 1099-DIV. The long term gain distributions for the year ended December 31, 2015 were \$21,889,343 or the maximum allowable.

**Corporate Dividends Received Deduction, Qualified Dividend Income, and U.S. Government Securities Income**

The Fund paid to 6.000% Series B Cumulative Preferred shareholders a total of \$1.50 per share in 2015. The Fund paid weekly distributions to Series C Auction Rate Cumulative Preferred shareholders at varying rates throughout the year, including an ordinary income dividend totaling \$0.10256 per share in 2015. For the year ended December 31, 2015, 100% of the ordinary dividend qualified for the dividends received deduction available to corporations, 100% of



the ordinary income distribution was deemed qualified dividend income, 0.92% of the ordinary income distribution was qualified interest income, and 35.39% of the ordinary distribution was qualified short term capital gain. The percentage of ordinary income dividends paid by the Fund during 2015 derived from U.S. Treasury securities was 0.25%. Such income is exempt from state and local tax in all states. However, many states, including New York and California, allow a tax exemption for a portion of the income earned only if a mutual fund has invested at least 50% of its assets at the end of each quarter of the Fund's fiscal year in U.S. Government securities. The Fund did not meet this strict requirement in 2015. The percentage of U.S. Government securities held as of December 31, 2015 was 7.83%.

**THE GABELLI MULTIMEDIA TRUST INC.**

**INCOME TAX INFORMATION (Unaudited) (Continued)**

**December 31, 2015**

**Historical Distribution Summary**

|                                                         | <b>Investment<br/>Income(a)</b> | <b>Short Term<br/>Capital<br/>Gains(a)</b> | <b>Long Term<br/>Capital<br/>Gains</b> | <b>Non-Taxable<br/>Return of<br/>Capital</b> | <b>Total<br/>Distributions(b)</b> | <b>Adjustment<br/>to Cost<br/>Basis(c)</b> |
|---------------------------------------------------------|---------------------------------|--------------------------------------------|----------------------------------------|----------------------------------------------|-----------------------------------|--------------------------------------------|
| <b>Common Shares</b>                                    |                                 |                                            |                                        |                                              |                                   |                                            |
| 2015                                                    | \$ 0.03269                      | \$ 0.02999                                 | \$ 0.85399                             | \$ 0.02333                                   | \$ 0.94000                        | \$ 0.02333                                 |
| 2014(d)                                                 | 0.01978                         | 0.00107                                    | 0.88350                                | 0.14565                                      | 1.05000                           | 0.14565                                    |
| 2013                                                    | 0.05193                         | 0.10631                                    | 0.76176                                |                                              | 0.92000                           |                                            |
| 2012                                                    | 0.07460                         | 0.07484                                    |                                        | 0.65056                                      | 0.80000                           | 0.65056                                    |
| 2011(e)                                                 |                                 | 0.24320                                    |                                        | 0.62680                                      | 0.87000                           | 0.62680                                    |
| 2010                                                    |                                 | 0.05670                                    |                                        | 0.54330                                      | 0.60000                           | 0.54330                                    |
| 2009                                                    |                                 |                                            |                                        |                                              |                                   |                                            |
| 2008                                                    |                                 |                                            |                                        | 0.57000                                      | 0.57000                           | 0.57000                                    |
| 2007                                                    | 0.07790                         | 0.26410                                    | 0.40800                                |                                              | 0.75000                           |                                            |
| 2006                                                    | 0.23073                         | 0.01224                                    | 0.38703                                |                                              | 0.63000                           |                                            |
| <b>6.000% Series B Cumulative Preferred Stock</b>       |                                 |                                            |                                        |                                              |                                   |                                            |
| 2015                                                    | \$ 0.05350                      | \$ 0.04908                                 | \$ 1.39742                             |                                              | \$ 1.50000                        |                                            |
| 2014                                                    | 0.03280                         | 0.00160                                    | 1.46560                                |                                              | 1.50000                           |                                            |
| 2013                                                    | 0.08480                         | 0.17320                                    | 1.24200                                |                                              | 1.50000                           |                                            |
| 2012                                                    | 0.74880                         | 0.75120                                    |                                        |                                              | 1.50000                           |                                            |
| 2011                                                    |                                 | 1.50000                                    |                                        |                                              | 1.50000                           |                                            |
| 2010                                                    |                                 | 1.50000                                    |                                        |                                              | 1.50000                           |                                            |
| 2009                                                    | 0.40680                         |                                            |                                        | \$ 1.09320                                   | 1.50000                           | \$ 1.09320                                 |
| 2008                                                    | 1.24360                         |                                            |                                        | 0.25640                                      | 1.50000                           | 0.25640                                    |
| 2007                                                    | 0.15560                         | 0.52840                                    | 0.81600                                |                                              | 1.50000                           |                                            |
| 2006                                                    | 0.54940                         | 0.02930                                    | 0.91230                                |                                              | 1.50000                           |                                            |
| <b>Series C Auction Rate Cumulative Preferred Stock</b> |                                 |                                            |                                        |                                              |                                   |                                            |
| 2015                                                    |                                 |                                            |                                        |                                              |                                   |                                            |
| 2014                                                    | \$ 0.68296                      | \$ 0.03701                                 | \$ 30.51003                            |                                              | \$ 31.23000                       |                                            |
| 2013                                                    | 1.74961                         | 3.58224                                    | 25.66814                               |                                              | 30.99999                          |                                            |
| 2012                                                    | 18.59116                        | 18.65884                                   |                                        |                                              | 37.25000                          |                                            |
| 2011                                                    |                                 | 37.21000                                   |                                        |                                              | 37.21000                          |                                            |
| 2010                                                    |                                 | 66.47000                                   |                                        |                                              | 66.47000                          |                                            |
| 2009                                                    | 19.14269                        |                                            |                                        | \$ 51.45731                                  | 70.60000                          | \$ 51.45731                                |
| 2008                                                    | 628.35200                       |                                            |                                        | 129.44800                                    | 757.80000                         | 129.44800                                  |
| 2007                                                    | 140.12030                       | 475.50103                                  | 734.35867                              |                                              | 1,349.98000                       |                                            |

|      |           |          |           |             |
|------|-----------|----------|-----------|-------------|
| 2006 | 447.80000 | 23.74500 | 751.09500 | 1,222.64000 |
|------|-----------|----------|-----------|-------------|

- (a) Taxable as ordinary income.
- (b) Total amounts may differ due to rounding.
- (c) Decrease in cost basis.
- (d) On June 17, 2014, the Fund also distributed Rights equivalent to \$0.23 per common share based upon full subscription of all issued shares.
- (e) On March 29, 2011, the Fund also distributed Rights equivalent to \$0.76 per common share based upon full subscription of all issued shares.

All designations are based on financial information available as of the date of this annual report and, accordingly, are subject to change. For each item, it is the intention of the Fund to designate the maximum amount permitted under the Internal Revenue Code and the regulations thereunder.

**THE GABELLI MULTIMEDIA TRUST INC.**

**One Corporate Center**

**Rye, NY 10580-1422**

**Portfolio Management Team Biographies**

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

**Christopher J. Marangi** joined Gabelli in 2003 as a research analyst. He currently serves as a portfolio manager of Gabelli Funds, LLC and manages several funds within the Gabelli/GAMCO Fund Complex. Mr. Marangi graduated magna cum laude and Phi Beta Kappa with a BA in Political Economy from Williams College and holds an MBA with honors from Columbia Business School.

**Lawrence J. Haverty, Jr., CFA**, joined GAMCO Investors, Inc. in 2005 and currently is a portfolio manager of Gabelli Funds, LLC and the Fund. Mr. Haverty was previously a managing director for consumer discretionary research at State Street Research, the Boston based subsidiary of Metropolitan Life Insurance Company. He holds a BS from the Wharton School and a MA from the Graduate School of Arts and Sciences at the University of Pennsylvania where he was a Ford Foundation Fellow.

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

The Net Asset Value per share appears in the Publicly Traded Funds column, under the heading Specialized 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 Specialized 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).

The NASDAQ symbol for the Net Asset Value is XGGTX.

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 5% or more from the net asset value of the shares. The Fund may also, from time to time, purchase its preferred shares in the open market when the preferred shares are trading at a discount to the liquidation value.

**THE GABELLI MULTIMEDIA TRUST INC.**

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**DIRECTORS**

Mario J. Gabelli, CFA  
Chairman &  
Chief Executive Officer,  
GAMCO Investors, Inc.  
Chairman and  
Chief Executive Officer

Associated Capital Group Inc.

Anthony J. Colavita  
President,  
Anthony J. Colavita, P.C.

James P. Conn  
Former Managing Director &  
Chief Investment Officer,  
Financial Security Assurance  
Holdings Ltd.

Frank J. Fahrenkopf, Jr.  
Former President &  
Chief Executive Officer,  
American Gaming Association

Christopher J. Marangi  
Managing Director,  
GAMCO Investors, Inc.

**OFFICERS**

Bruce N. Alpert  
President

Andrea R. Mango  
Secretary & Vice President

Agnes Mullady

Treasurer

Richard J. Walz  
Chief Compliance Officer

Carter W. Austin  
Vice President & Ombudsman

Laurissa M. Martire  
Vice President & Ombudsman

**INVESTMENT ADVISER**

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

**CUSTODIAN**

State Street Bank and Trust  
Company

Kuni Nakamura  
President,  
Advanced Polymer, Inc.

Anthony R. Pustorino  
Certified Public Accountant,  
Professor Emeritus,  
Pace University

Werner J. Roeder, MD  
Former Medical Director,  
Lawrence Hospital

Salvatore J. Zizza  
Chairman,  
Zizza & Associates Corp.

**COUNSEL**

Paul Hastings LLP

**TRANSFER AGENT AND  
REGISTRAR**

Computershare Trust Company, N.A.

GGT Q4/2015

**Item 2. Code of Ethics.**

- (a) The registrant, as of the end of the period covered by this report, has adopted a code of ethics that applies to the registrant's principal executive officer, principal financial officer, principal accounting officer or controller, or persons performing similar functions, regardless of whether these individuals are employed by the registrant or a third party.
- (c) There have been no amendments, during the period covered by this report, to a provision of the code of ethics that applies to the registrant's principal executive officer, principal financial officer, principal accounting officer or controller, or persons performing similar functions, regardless of whether these individuals are employed by the registrant or a third party, and that relates to any element of the code of ethics description.
- (d) The registrant has not granted any waivers, including an implicit waiver, from a provision of the code of ethics that applies to the registrant's principal executive officer, principal financial officer, principal accounting officer or controller, or persons performing similar functions, regardless of whether these individuals are employed by the registrant or a third party, that relates to one or more of the items set forth in paragraph (b) of this item's instructions.

**Item 3. Audit Committee Financial Expert.**

As of the end of the period covered by the report, the registrant's Board of Directors has determined that Anthony R. Pustorino is qualified to serve as an audit committee financial expert serving on its audit committee and that he is independent, as defined by Item 3 of Form N-CSR.

**Item 4. Principal Accountant Fees and Services.**

Audit Fees

- (a) The aggregate fees billed for each of the last two fiscal years for professional services rendered by the principal accountant for the audit of the registrant's annual financial statements or services that are normally provided by the accountant in connection with statutory and regulatory filings or engagements for those fiscal years are \$41,834 for 2014 and \$43,089 for 2015.

Audit-Related Fees

- (b) The aggregate fees billed in each of the last two fiscal years for assurance and related services by the principal accountant that are reasonably related to the performance of the audit of the registrant's financial statements and are not reported under paragraph (a) of this Item are \$7,500 for 2014 and \$0 for 2015. Audit-related fees represent services provided in the preparation of Preferred Shares Reports.



Tax Fees

- (c) The aggregate fees billed in each of the last two fiscal years for professional services rendered by the principal accountant for tax compliance, tax advice, and tax planning are \$3,880 for 2014 and \$3,996 for 2015. Tax fees represent tax compliance services provided in connection with the review of the Registrant's tax returns.

All Other Fees

- (d) The aggregate fees billed in each of the last two fiscal years for products and services provided by the principal accountant, other than the services reported in paragraphs (a) through (c) of this Item are \$0 for 2014 and \$0 for 2015. All other fees represent services provided in review of registration statement.
- (e)(1) Disclose the audit committee's pre-approval policies and procedures described in paragraph (c)(7) of Rule 2-01 of Regulation S-X.

Pre-Approval Policies and Procedures. The Audit Committee ( Committee ) of the registrant is responsible for pre-approving (i) all audit and permissible non-audit services to be provided by the independent registered public accounting firm to the registrant and (ii) all permissible non-audit services to be provided by the independent registered public accounting firm to the Adviser, Gabelli Funds, LLC, and any affiliate of Gabelli Funds, LLC ( Gabelli ) that provides services to the registrant ( a Covered Services Provider ) if the independent registered public accounting firm's engagement related directly to the operations and financial reporting of the registrant. The Committee may delegate its responsibility to pre-approve any such audit and permissible non-audit services to the Chairperson of the Committee, and the Chairperson must report to the Committee, at its next regularly scheduled meeting after the Chairperson's pre-approval of such services, his or her decision(s). The Committee may also establish detailed pre-approval policies and procedures for pre-approval of such services in accordance with applicable laws, including the delegation of some or all of the Committee's pre-approval responsibilities to the other persons (other than Gabelli or the registrant's officers). Pre-approval by the Committee of any permissible non-audit services is not required so long as: (i) the permissible non-audit services were not recognized by the registrant at the time of the engagement to be non-audit services; and (ii) such services are promptly brought to the attention of the Committee and approved by the Committee or Chairperson prior to the completion of the audit.

- (e)(2) The percentage of services described in each of paragraphs (b) through (d) of this Item that were approved by the audit committee pursuant to paragraph (c)(7)(i)(C) of Rule 2-01 of Regulation S-X are as follows:
- (b) N/A
- (c) 100%
- (d) N/A

- (f) The percentage of hours expended on the principal accountant's engagement to audit the registrant's financial statements for the most recent fiscal year that were attributed to work performed by persons other than the

principal accountant's full-time, permanent employees was 0%.

- (g) The aggregate non-audit fees billed by the registrant's accountant for services rendered to the registrant, and rendered to the registrant's investment adviser (not including any sub-adviser whose role is primarily portfolio management and is subcontracted with or overseen by another investment adviser), and any entity controlling, controlled by, or under common control with the adviser that provides ongoing services to the registrant for each of the last two fiscal years of the registrant was \$0 for 2014 and \$0 for 2015.
- (h) The registrant's audit committee of the board of directors has considered whether the provision of non-audit services that were rendered to the registrant's investment adviser (not including any sub-adviser whose role is primarily portfolio management and is subcontracted with or overseen by another investment adviser), and any entity controlling, controlled by, or under common control with the investment adviser that provides ongoing services to the registrant that were not pre-approved pursuant to paragraph (c)(7)(ii) of Rule 2-01 of Regulation S-X is compatible with maintaining the principal accountant's independence.

**Item 5. Audit Committee of Listed registrants.**

The registrant has a separately designated audit committee consisting of the following members: Anthony R. Pustorino, Werner J. Roeder, Salvatore J. Zizza.

**Item 6. Investments.**

- (a) 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.
- (b) Not applicable.

**Item 7. Disclosure of Proxy Voting Policies and Procedures for Closed-End Management Investment Companies.**

The Proxy Voting Policies are attached herewith.

## SECTION HH

### The Voting of Proxies on Behalf of Clients

Rules 204(4)-2 and 204-2 under the Investment Advisers Act of 1940 and Rule 30b1-4 under the Investment Company Act of 1940 require investment advisers to adopt written policies and procedures governing the voting of proxies on behalf of their clients.

These procedures will be used by GAMCO Asset Management Inc., Gabelli Funds, LLC, Gabelli Securities, Inc., and Teton Advisors, Inc. (collectively, the Advisers ) to determine how to vote proxies relating to portfolio securities held by their clients, including the procedures that the Advisers use when a vote presents a conflict between the interests of the shareholders of an investment company managed by one of the Advisers, on the one hand, and those of the Advisers; the principal underwriter; or any affiliated person of the investment company, the Advisers, or the principal underwriter. These procedures will not apply where the Advisers do not have voting discretion or where the Advisers have agreed to with a client to vote the client's proxies in accordance with specific guidelines or procedures supplied by the client (to the extent permitted by ERISA).

#### I. Proxy Voting Committee

The Proxy Voting Committee was originally formed in April 1989 for the purpose of formulating guidelines and reviewing proxy statements within the parameters set by the substantive proxy voting guidelines originally published in 1988 and updated periodically, a copy of which are appended as Exhibit A. The Committee will include representatives of Research, Administration, Legal, and the Advisers. Additional or replacement members of the Committee will be nominated by the Chairman and voted upon by the entire Committee.

Meetings are held on an as needed basis to form views on the manner in which the Advisers should vote proxies on behalf of their clients.

In general, the Director of Proxy Voting Services, using the Proxy Guidelines, recommendations of Institutional Shareholder Services Inc. ( ISS ), other third-party services and the analysts of G.research, Inc., will determine how to vote on each issue. For non-controversial matters, the Director of Proxy Voting Services may vote the proxy if the vote is: (1) consistent with the recommendations of the issuer's Board of Directors and not contrary to the Proxy Guidelines; (2) consistent with the recommendations of the issuer's Board of Directors and is a non-controversial issue not covered by the Proxy Guidelines; or (3) the vote is contrary to the recommendations of the Board of Directors but is consistent with the Proxy Guidelines. In those instances, the Director of Proxy Voting Services or the Chairman of the Committee may sign and date the proxy statement indicating how each issue will be voted.

Revised January 15, 2015

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HH-1

All matters identified by the Chairman of the Committee, the Director of Proxy Voting Services or the Legal Department as controversial, taking into account the recommendations of ISS or other third party services and the analysts of G.research, Inc., will be presented to the Proxy Voting Committee. If the Chairman of the Committee, the Director of Proxy Voting Services or the Legal Department has identified the matter as one that (1) is controversial; (2) would benefit from deliberation by the Proxy Voting Committee; or (3) may give rise to a conflict of interest between the Advisers and their clients, the Chairman of the Committee will initially determine what vote to recommend that the Advisers should cast and the matter will go before the Committee.

**A. Conflicts of Interest.**

The Advisers have implemented these proxy voting procedures in order to prevent conflicts of interest from influencing their proxy voting decisions. By following the Proxy Guidelines, as well as the recommendations of ISS, other third-party services and the analysts of G.research, the Advisers are able to avoid, wherever possible, the influence of potential conflicts of interest. Nevertheless, circumstances may arise in which one or more of the Advisers are faced with a conflict of interest or the appearance of a conflict of interest in connection with its vote. In general, a conflict of interest may arise when an Adviser knowingly does business with an issuer, and may appear to have a material conflict between its own interests and the interests of the shareholders of an investment company managed by one of the Advisers regarding how the proxy is to be voted. A conflict also may exist when an Adviser has actual knowledge of a material business arrangement between an issuer and an affiliate of the Adviser.

In practical terms, a conflict of interest may arise, for example, when a proxy is voted for a company that is a client of one of the Advisers, such as GAMCO Asset Management Inc. A conflict also may arise when a client of one of the Advisers has made a shareholder proposal in a proxy to be voted upon by one or more of the Advisers. The Director of Proxy Voting Services, together with the Legal Department, will scrutinize all proxies for these or other situations that may give rise to a conflict of interest with respect to the voting of proxies.

**B. Operation of Proxy Voting Committee**

For matters submitted to the Committee, each member of the Committee will receive, prior to the meeting, a copy of the proxy statement, any relevant third party research, a summary of any views provided by the Chief Investment Officer and any recommendations by G.research, Inc. analysts. The Chief Investment Officer or the G.research, Inc. analysts may be invited to present their viewpoints. If the Director of Proxy Voting Services or the Legal Department believe that the matter before the

Revised January 15, 2015

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HH-2

committee is one with respect to which a conflict of interest may exist between the Advisers and their clients, counsel will provide an opinion to the Committee concerning the conflict. If the matter is one in which the interests of the clients of one or more of the Advisers may diverge, counsel will so advise and the Committee may make different recommendations as to different clients. For any matters where the recommendation may trigger appraisal rights, counsel will provide an opinion concerning the likely risks and merits of such an appraisal action.

Each matter submitted to the Committee will be determined by the vote of a majority of the members present at the meeting. Should the vote concerning one or more recommendations be tied in a vote of the Committee, the Chairman of the Committee will cast the deciding vote. The Committee will notify the proxy department of its decisions and the proxies will be voted accordingly.

Although the Proxy Guidelines express the normal preferences for the voting of any shares not covered by a contrary investment guideline provided by the client, the Committee is not bound by the preferences set forth in the Proxy Guidelines and will review each matter on its own merits. The Advisers subscribe to ISS, which supplies current information on companies, matters being voted on, regulations, trends in proxy voting and information on corporate governance issues.

If the vote cast either by the analyst or as a result of the deliberations of the Proxy Voting Committee runs contrary to the recommendation of the Board of Directors of the issuer, the matter will be referred to legal counsel to determine whether an amendment to the most recently filed Schedule 13D is appropriate.

## **II. Social Issues and Other Client Guidelines**

If a client has provided special instructions relating to the voting of proxies, they should be noted in the client's account file and forwarded to the proxy department. This is the responsibility of the investment professional or sales assistant for the client. In accordance with Department of Labor guidelines, the Advisers' policy is to vote on behalf of ERISA accounts in the best interest of the plan participants with regard to social issues that carry an economic impact. Where an account is not governed by ERISA, the Advisers will vote shares held on behalf of the client in a manner consistent with any individual investment/voting guidelines provided by the client. Otherwise the Advisers will abstain with respect to those shares.

Revised January 15, 2015

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HH-3

### **III. Client Retention of Voting Rights**

If a client chooses to retain the right to vote proxies or if there is any change in voting authority, the following should be notified by the investment professional or sales assistant for the client.

- Operations
- Proxy Department
- Investment professional assigned to the account

In the event that the Board of Directors (or a Committee thereof) of one or more of the investment companies managed by one of the Advisers has retained direct voting control over any security, the Proxy Voting Department will provide each Board Member (or Committee member) with a copy of the proxy statement together with any other relevant information including recommendations of ISS or other third-party services.

### **IV. Proxies of Certain Non-U.S. Issuers**

Proxy voting in certain countries requires share-blocking. Shareholders wishing to vote their proxies must deposit their shares shortly before the date of the meeting with a designated depository. During the period in which the shares are held with a depository, shares that will be voted at the meeting cannot be sold until the meeting has taken place and the shares are returned to the clients' custodian. Absent a compelling reason to the contrary, the Advisers believe that the benefit to the client of exercising the vote is outweighed by the cost of voting and therefore, the Advisers will not typically vote the securities of non-U.S. issuers that require share-blocking.

In addition, voting proxies of issuers in non-US markets may also give rise to a number of administrative issues to prevent the Advisers from voting such proxies. For example, the Advisers may receive the notices for shareholder meetings without adequate time to consider the proposals in the proxy or after the cut-off date for voting. Other markets require the Advisers to provide local agents with power of attorney prior to implementing their respective voting instructions on the proxy. Although it is the Advisers' policies to vote the proxies for its clients for which they have proxy voting authority, in the case of issuers in non-US markets, we vote client proxies on a best efforts basis.

### **V. Voting Records**

The Proxy Voting Department will retain a record of matters voted upon by the Advisers for their clients. The Advisers will supply information on how they voted a client's proxy upon request from the client.

The complete voting records for each registered investment company (the Fund) that is managed by the Advisers will be filed on Form N-PX for the twelve months ended June 30th, no later than August 31st of each year. A description of the Fund's proxy voting policies, procedures, and how the Fund voted proxies relating to portfolio securities is available without charge, upon request, by (i) calling 800-GABELLI (800-422-3554); (ii) writing to Gabelli Funds, LLC at One Corporate Center, Rye, NY 10580-1422; or (iii) visiting the SEC's website at [www.sec.gov](http://www.sec.gov).

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The Advisers' proxy voting records will be retained in compliance with Rule 204-2 under the Investment Advisers Act.

## **VI. Voting Procedures**

1. Custodian banks, outside brokerage firms and clearing firms are responsible for forwarding proxies directly to the Advisers.

Proxies are received in one of two forms:

Shareholder Vote Instruction Forms ( VIFs ) - Issued by Broadridge Financial Solutions, Inc. ( Broadridge ). Broadridge is an outside service contracted by the various institutions to issue proxy materials.

Proxy cards which may be voted directly.

2. Upon receipt of the proxy, the number of shares each form represents is logged into the proxy system, electronically or manually, according to security.

3. Upon receipt of instructions from the proxy committee, the votes are cast and recorded for each account.

Records have been maintained on the ProxyEdge system.

ProxyEdge records include:

Security Name and Cusip Number

Date and Type of Meeting (Annual, Special, Contest)

Client Name

Adviser or Fund Account Number

Directors' Recommendation

How the Adviser voted for the client on item

4. VIFs are kept alphabetically by security. Records for the current proxy season are located in the Proxy Voting Department office. In preparation for the upcoming season, files are transferred to an offsite storage facility during January/February.

5. If a proxy card or VIF is received too late to be voted in the conventional matter, every attempt is made to vote including:

When a solicitor has been retained, the solicitor is called. At the solicitor's direction, the proxy is faxed or sent electronically.

Revised January 15, 2015

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HH-5

In some circumstances VIFs can be faxed or sent electronically to Broadridge up until the time of the meeting.  
6. In the case of a proxy contest, records are maintained for each opposing entity.

#### 7. Voting in Person

a) At times it may be necessary to vote the shares in person. In this case, a legal proxy is obtained in the following manner:

Banks and brokerage firms using the services at Broadridge:  
Broadridge is notified that we wish to vote in person. Broadridge issues individual legal proxies and sends them back via email or overnight (or the Adviser can pay messenger charges). A lead-time of at least two weeks prior to the meeting is needed to do this. Alternatively, the procedures detailed below for banks not using Broadridge may be implemented.

Banks and brokerage firms issuing proxies directly:  
The bank is called and/or faxed and a legal proxy is requested.

All legal proxies should appoint:

**Representative of [Adviser name] with full power of substitution.**

b) The legal proxies are given to the person attending the meeting along with the limited power of attorney.

Revised January 15, 2015

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HH-6

## Appendix A

### Proxy Guidelines

#### PROXY VOTING GUIDELINES

##### *General Policy Statement*

It is the policy of GAMCO Investors, Inc, and its affiliated advisers (collectively the Advisers ) to vote in the best economic interests of our clients. As we state in our Magna Carta of Shareholders Rights, established in May 1988, we are neither *for* nor *against* management. We are for shareholders.

At our first proxy committee meeting in 1989, it was decided that each proxy statement should be evaluated on its own merits within the framework first established by our Magna Carta of Shareholders Rights. The attached guidelines serve to enhance that broad framework.

We do not consider any issue routine. We take into consideration all of our research on the company, its directors, and their short and long-term goals for the company. In cases where issues that we generally do not approve of are combined with other issues, the negative aspects of the issues will be factored into the evaluation of the overall proposals but will not necessitate a vote in opposition to the overall proposals.

##### *Board of Directors*

We do not consider the election of the Board of Directors a routine issue. Each slate of directors is evaluated on a case-by-case basis.

Factors taken into consideration include:

Historical responsiveness to shareholders  
This may include such areas as:

-Paying greenmail

-Failure to adopt shareholder resolutions receiving a majority of shareholder votes

Qualifications  
Nominating committee in place  
Number of outside directors on the board  
Attendance at meetings  
Overall performance

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HH-7

*Selection of Auditors*

In general, we support the Board of Directors' recommendation for auditors.

*Blank Check Preferred Stock*

We oppose the issuance of blank check preferred stock.

Blank check preferred stock allows the company to issue stock and establish dividends, voting rights, etc. without further shareholder approval.

*Classified Board*

A classified board is one where the directors are divided into classes with overlapping terms. A different class is elected at each annual meeting.

While a classified board promotes continuity of directors facilitating long range planning, we feel directors should be accountable to shareholders on an annual basis. We will look at this proposal on a case-by-case basis taking into consideration the board's historical responsiveness to the rights of shareholders.

Where a classified board is in place we will generally not support attempts to change to an annually elected board.

When an annually elected board is in place, we generally will not support attempts to classify the board.

*Increase Authorized Common Stock*

The request to increase the amount of outstanding shares is considered on a case-by-case basis.

Factors taken into consideration include:

- Future use of additional shares
- Stock split
- Stock option or other executive compensation plan
- Finance growth of company/strengthen balance sheet
- Aid in restructuring
- Improve credit rating
- Implement a poison pill or other takeover defense

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Amount of stock currently authorized but not yet issued or reserved for stock option plans

Amount of additional stock to be authorized and its dilutive effect

We will support this proposal if a detailed and verifiable plan for the use of the additional shares is contained in the proxy statement.

### ***Confidential Ballot***

We support the idea that a shareholder's identity and vote should be treated with confidentiality.

However, we look at this issue on a case-by-case basis.

In order to promote confidentiality in the voting process, we endorse the use of independent Inspectors of Election.

### ***Cumulative Voting***

In general, we support cumulative voting.

Cumulative voting is a process by which a shareholder may multiply the number of directors being elected by the number of shares held on record date and cast the total number for one candidate or allocate the voting among two or more candidates.

Where cumulative voting is in place, we will vote against any proposal to rescind this shareholder right.

Cumulative voting may result in a minority block of stock gaining representation on the board. When a proposal is made to institute cumulative voting, the proposal will be reviewed on a case-by-case basis. While we feel that each board member should represent all shareholders, cumulative voting provides minority shareholders an opportunity to have their views represented.

### ***Director Liability and Indemnification***

We support efforts to attract the best possible directors by limiting the liability and increasing the indemnification of directors, except in the case of insider dealing.

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HH-9

***Equal Access to the Proxy***

The SEC's rules provide for shareholder resolutions. However, the resolutions are limited in scope and there is a 500 word limit on proponents' written arguments. Management has no such limitations. While we support equal access to the proxy, we would look at such variables as length of time required to respond, percentage of ownership, etc.

***Fair Price Provisions***

Charter provisions requiring a bidder to pay all shareholders a fair price are intended to prevent two-tier tender offers that may be abusive. Typically, these provisions do not apply to board-approved transactions.

We support fair price provisions because we feel all shareholders should be entitled to receive the same benefits.

Reviewed on a case-by-case basis.

***Golden Parachutes***

Golden parachutes are severance payments to top executives who are terminated or demoted after a takeover.

We support any proposal that would assure management of its own welfare so that they may continue to make decisions in the best interest of the company and shareholders even if the decision results in them losing their job. We do not, however, support excessive golden parachutes. Therefore, each proposal will be decided on a case-by-case basis.

***Anti-Greenmail Proposals***

We do not support greenmail. An offer extended to one shareholder should be extended to all shareholders equally across the board.

Revised January 15, 2015

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HH-10



***Limit Shareholders Rights to Call Special Meetings***

We support the right of shareholders to call a special meeting.

***Consideration of Nonfinancial Effects of a Merger***

This proposal releases the directors from only looking at the financial effects of a merger and allows them the opportunity to consider the merger's effects on employees, the community, and consumers.

As a fiduciary, we are obligated to vote in the best economic interests of our clients. In general, this proposal does not allow us to do that. Therefore, we generally cannot support this proposal.

Reviewed on a case-by-case basis.

***Mergers, Buyouts, Spin-Offs, Restructurings***

Each of the above is considered on a case-by-case basis. According to the Department of Labor, we are not required to vote for a proposal simply because the offering price is at a premium to the current market price. We may take into consideration the long term interests of the shareholders.

***Military Issues***

Shareholder proposals regarding military production must be evaluated on a purely economic set of criteria for our ERISA clients. As such, decisions will be made on a case-by-case basis.

In voting on this proposal for our non-ERISA clients, we will vote according to the client's direction when applicable. Where no direction has been given, we will vote in the best economic interests of our clients. It is not our duty to impose our social judgment on others.

***Northern Ireland***

Shareholder proposals requesting the signing of the MacBride principles for the purpose of countering the discrimination of Catholics in hiring practices must be evaluated on a purely economic set of criteria for our ERISA clients. As such, decisions will be made on a case-by-case basis.

In voting on this proposal for our non-ERISA clients, we will vote according to client direction when applicable. Where no direction has been given, we will vote in the best economic interests of our clients. It is not our duty to impose our social judgment on others.

### ***Opt Out of State Anti-Takeover Law***

This shareholder proposal requests that a company opt out of the coverage of the state's takeover statutes. Example: Delaware law requires that a buyer must acquire at least 85% of the company's stock before the buyer can exercise control unless the board approves.

We consider this on a case-by-case basis. Our decision will be based on the following:

- State of Incorporation
- Management history of responsiveness to shareholders
- Other mitigating factors

### ***Poison Pill***

In general, we do not endorse poison pills.

In certain cases where management has a history of being responsive to the needs of shareholders and the stock is very liquid, we will reconsider this position.

### ***Reincorporation***

Generally, we support reincorporation for well-defined business reasons. We oppose reincorporation if proposed solely for the purpose of reincorporating in a state with more stringent anti-takeover statutes that may negatively impact the value of the stock.

### ***Stock Incentive Plans***

Director and Employee Stock incentive plans are an excellent way to attract, hold and motivate directors and employees. However, each incentive plan must be evaluated on its own merits, taking into consideration the following:

- Dilution of voting power or earnings per share by more than 10%.
- Kind of stock to be awarded, to whom, when and how much.
- Method of payment.

Amount of stock already authorized but not yet issued under existing stock plans.  
The successful steps taken by management to maximize shareholder value.

***Supermajority Vote Requirements***

Supermajority vote requirements in a company's charter or bylaws require a level of voting approval in excess of a simple majority of the outstanding shares. In general, we oppose supermajority-voting requirements. Supermajority requirements often exceed the average level of shareholder participation. We support proposals' approvals by a simple majority of the shares voting.

***Limit Shareholders Right to Act by Written Consent***

Written consent allows shareholders to initiate and carry on a shareholder action without having to wait until the next annual meeting or to call a special meeting. It permits action to be taken by the written consent of the same percentage of the shares that would be required to effect proposed action at a shareholder meeting.

Reviewed on a case-by-case basis.

***Say-on-Pay / Say-When-on-Pay / Say-on-Golden-Parachutes***

Required under the Dodd-Frank Act; these proposals are non-binding advisory votes on executive compensation. We will generally vote with the Board of Directors' recommendation(s) on advisory votes on executive compensation ( Say-on-Pay ), advisory votes on the frequency of voting on executive compensation ( Say-When-on-Pay ) and advisory votes relating to extraordinary transaction executive compensation ( Say-on-Golden-Parachutes ). In those instances when we believe that it is in our clients' best interest, we may abstain or vote against executive compensation and/or the frequency of votes on executive compensation and/or extraordinary transaction executive compensation advisory votes.

**Item 8. Portfolio Managers of Closed-End Management Investment Companies.****PORTFOLIO MANAGERS**

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

Lawrence J. Haverty, Jr., CFA, has served as associate portfolio manager of The Gabelli Multimedia Trust, Inc. since 2005. Prior to 2005, Mr. Haverty was a managing director for consumer discretionary research at State Street Research, the Boston-based subsidiary of Metropolitan Life Insurance Company.

Christopher J. Marangi joined Gabelli in 2003 as a research analyst. He currently serves as Co-Chief Investment Officer of GAMCO Investors, Inc.'s Value team and a portfolio manager of Gabelli Funds, LLC. He manages several funds within the Gabelli/GAMCO Fund Complex. Mr. Marangi graduated magna cum laude and Phi Beta Kappa with a BA in Political Economy from Williams College and holds an MBA with honors from Columbia Business School.

**MANAGEMENT OF OTHER ACCOUNTS**

The table below shows the number of other accounts managed by the portfolio managers and the total assets in each of the following categories: registered investment companies, other paid investment vehicles and other accounts as of December 31, 2015. For each category, the table also shows the number of accounts and the total assets in the accounts with respect to which the advisory fee is based on account performance.

| Name of Portfolio   | Type of         | Total          | Total         | No. of             | Total Assets in    |
|---------------------|-----------------|----------------|---------------|--------------------|--------------------|
|                     |                 |                |               | Accounts           | Accounts           |
|                     |                 |                |               | where              | where              |
|                     |                 |                |               | Advisory Fee       | Advisory Fee       |
|                     |                 |                |               | is Based on        | is Based on        |
| <u>Manager</u>      | <u>Accounts</u> | <u>Managed</u> | <u>Assets</u> | <u>Performance</u> | <u>Performance</u> |
| 1. Mario J. Gabelli | Registered      | 24             | 21.2B         | 5                  | 4.2B               |
|                     | Investment      |                |               |                    |                    |
|                     | Companies:      |                |               |                    |                    |
|                     | Other Pooled    | 29             | 900.5M        | 18                 | 795.6M             |
|                     | Investment      |                |               |                    |                    |
|                     | Vehicles:       |                |               |                    |                    |

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|                             |                 |       |       |    |       |
|-----------------------------|-----------------|-------|-------|----|-------|
|                             | Other Accounts: | 1,634 | 15.1B | 20 | 1.7B  |
| 2. Lawrence J. Haverty, Jr. | Registered      | 0     | 0     | 0  | 0     |
|                             | Investment      |       |       |    |       |
|                             | Companies:      |       |       |    |       |
|                             | Other Pooled    | 0     | 0     | 0  | 0     |
|                             | Investment      |       |       |    |       |
|                             | Vehicles:       |       |       |    |       |
|                             | Other           | 4     | 4.1M  | 0  | 0     |
|                             | Accounts:       |       |       |    |       |
| 3. Christopher J. Marangi   | Registered      | 6     | 5.7B  | 2  | 2.3B  |
|                             | Investment      |       |       |    |       |
|                             | Companies:      |       |       |    |       |
|                             | Other Pooled    | 0     | 0     | 0  | 0     |
|                             | Investment      |       |       |    |       |
|                             | Vehicles:       |       |       |    |       |
|                             | Other           | 350   | 1.2B  | 2  | 18.3M |
|                             | Accounts:       |       |       |    |       |

## **POTENTIAL CONFLICTS OF INTEREST**

Actual or apparent conflicts of interest may arise when a Portfolio Manager also has day to day management responsibilities with respect to one or more other accounts. These potential conflicts include:

**ALLOCATION OF LIMITED TIME AND ATTENTION.** Because the portfolio managers manage many accounts, they may not be able to formulate as complete a strategy or identify equally attractive investment opportunities for each of those accounts as might be the case if they were to devote all of their attention to the management of only a few accounts.

**ALLOCATION OF LIMITED INVESTMENT OPPORTUNITIES.** If the portfolio managers identify an investment opportunity that may be suitable for multiple accounts, the Fund may not be able to take full advantage of that opportunity because the opportunity may be allocated among all or many of these accounts or other accounts managed primarily by other portfolio managers of the Adviser, and their affiliates.

**SELECTION OF BROKER/DEALERS.** Because of Mr. Gabelli's indirect majority ownership interest in G.research, LLC, he may have an incentive to use G.research to execute portfolio transactions for a Fund.

**PURSUIT OF DIFFERING STRATEGIES.** At times, the portfolio managers may determine that an investment opportunity may be appropriate for only some of the accounts for which they exercises investment responsibility, or may decide that certain of these accounts should take differing positions with respect to a particular security. In these cases, the portfolio managers may execute differing or opposite transactions for one or more accounts which may affect the market price of the security or the execution of the transaction, or both, to the detriment of one or more of their accounts.

**VARIATION IN COMPENSATION.** A conflict of interest may arise where the financial or other benefits available to the portfolio manager differ among the accounts that they manage. If the structure of the Adviser's management fee or the portfolio manager's compensation differs among accounts (such as where certain accounts pay higher management fees or performance-based management fees), the portfolio managers may be motivated to favor certain accounts over others. The portfolio managers also may be motivated to favor accounts in which they have an investment interest, or in which the Adviser, or its affiliates have investment interests. In Mr. Gabelli's case, the Adviser's compensation and expenses for the Fund are marginally greater as a percentage of assets than for certain other accounts and are less than for certain other accounts managed by Mr. Gabelli, while his personal compensation structure varies with near-term performance to a greater degree in certain performance fee based accounts than with on-performance based accounts. In addition, he has investment interests in several of the funds managed by the Adviser and its affiliates.

The Adviser, and the Funds have adopted compliance policies and procedures that are designed to address the various conflicts of interest that may arise for the Adviser and their staff members. However, there is no guarantee that such policies and procedures will be able to detect and prevent every situation in which an actual or potential conflict may arise.

## **COMPENSATION STRUCTURE FOR MARIO J. GABELLI**

Mr. Gabelli receives incentive-based variable compensation based on a percentage of net revenues received by the Adviser for managing the Fund. Net revenues are determined by deducting from gross investment management fees the firm's expenses (other than Mr. Gabelli's compensation) allocable to this Fund. Five closed-end registered investment companies (including this Fund) managed by Mr. Gabelli have arrangements whereby the Adviser will only receive its investment advisory fee attributable to the liquidation value of outstanding preferred stock (and Mr. Gabelli would only receive his percentage of such advisory fee) if certain performance levels are met.

Additionally, he receives similar incentive based variable compensation for managing other accounts within the firm and its affiliates. This method of compensation is based on the premise that superior long-term performance in managing a portfolio should be rewarded with higher compensation as a result of growth of assets through

appreciation and net investment activity. The level of compensation is not determined with specific reference to the performance of any account against any specific benchmark. One of the other closed-end registered investment companies managed by Mr. Gabelli has a performance (fulcrum) fee arrangement for which his compensation is adjusted up or down based on the performance of the investment company relative to an index. Mr. Gabelli manages other accounts with performance fees. Compensation for managing these accounts has two components. One component is based on a percentage of net revenues to the investment adviser for managing the account. The second component is based on absolute performance of the account, with respect to which a percentage of such performance fee is paid to Mr. Gabelli. As an executive officer of the Adviser's parent company, GBL, Mr. Gabelli also receives ten percent of the net operating profits of the parent company. He receives no base salary, no annual bonus, and no stock options.

#### **COMPENSATION STRUCTURE FOR PORTFOLIO MANAGERS OF THE ADVISER OTHER THAN MARIO GABELLI**

The compensation of the Portfolio Managers for the Fund is structure to enable the Adviser to attract and retain highly qualified professionals in a competitive environment. The Portfolio Managers receive a compensation package that includes a minimum draw or base salary, equity-based incentive compensation via awards of restricted stock, and incentive-based variable compensation based on a percentage of net revenue received by the Adviser for managing a Fund to the extent that the amount exceeds a minimum level of compensation. Net revenues are determined by deducting from gross investment management fees certain of the firm's expenses (other than the respective Portfolio Manager's compensation) allocable to the respective Fund (the incentive-based variable compensation for managing other accounts is also based on a percentage of net revenues to the investment adviser for managing the account). This method of compensation is based on the premise that superior long-term performance in managing a portfolio should be rewarded with higher compensation as a result of growth of assets through appreciation and net investment activity. The level of equity-based incentive and incentive-based variable compensation is based on an evaluation by the Adviser's parent, GBL, of quantitative and qualitative performance evaluation criteria. This evaluation takes into account, in a broad sense, the performance of the accounts managed by the Portfolio Manager, but the level of compensation is not determined with specific reference to the performance of any account against any specific benchmark. Generally, greater consideration is given to the performance of larger accounts and to longer term performance over smaller accounts and short-term performance.

#### **OWNERSHIP OF SHARES IN THE FUND**

Mario J. Gabelli, Lawrence J. Haverty, Jr., and Christopher J. Marangi each owned over \$1,000,000, \$100,001-\$500,000 and \$0 - \$10,000, respectively, of shares of the Trust as of December 31, 2015.

(b) Not applicable.



**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                    | (c) Total Number of Shares (or Units) Purchased as Part of Publicly Announced Plans or Programs |     | (d) Maximum Number (or Approximate Dollar Value) of Shares (or Units) that May Yet Be Purchased Under the Plans or Programs |            |
|----------|-------------------------------------------------|-----|--------------------------------|-------------------------------------------------------------------------------------------------|-----|-----------------------------------------------------------------------------------------------------------------------------|------------|
|          |                                                 |     | Price Paid per Share (or Unit) |                                                                                                 |     |                                                                                                                             |            |
| Month #1 | Common                                          | N/A | Common                         | Common                                                                                          | N/A | Common                                                                                                                      | 24,308,212 |
| 07/01/15 |                                                 |     | N/A                            |                                                                                                 |     |                                                                                                                             |            |
| through  | Preferred Series B                              |     | Preferred                      | Preferred Series B                                                                              | N/A | Preferred Series B                                                                                                          | 791,014    |
| 07/31/15 | N/A                                             |     | Series B                       | N/A                                                                                             |     |                                                                                                                             |            |
| Month #2 | Common                                          | N/A | Common                         | Common                                                                                          | N/A | Common                                                                                                                      | 24,308,212 |
| 08/01/15 |                                                 |     | N/A                            |                                                                                                 |     |                                                                                                                             |            |
| through  | Preferred Series B                              |     | Preferred                      | Preferred Series B                                                                              | N/A | Preferred Series B                                                                                                          | 791,014    |
| 08/31/15 | N/A                                             |     | Series B                       | N/A                                                                                             |     |                                                                                                                             |            |
| Month #3 | Common                                          | N/A | Common                         | Common                                                                                          | N/A | Common                                                                                                                      | 24,308,212 |
| 09/01/15 |                                                 |     | N/A                            |                                                                                                 |     |                                                                                                                             |            |
| through  | Preferred Series B                              |     | Preferred                      | Preferred Series B                                                                              | N/A | Preferred Series B                                                                                                          | 791,014    |
| 09/30/15 | N/A                                             |     | Series B                       | N/A                                                                                             |     |                                                                                                                             |            |
| Month #4 | Common                                          | N/A | Common                         | Common                                                                                          | N/A | Common                                                                                                                      | 24,308,212 |
| 10/01/15 |                                                 |     | N/A                            |                                                                                                 |     |                                                                                                                             |            |
| through  | Preferred Series B                              |     | Preferred                      | Preferred Series B                                                                              | N/A | Preferred Series B                                                                                                          | 791,014    |
| 10/31/15 | N/A                                             |     | Series B                       | N/A                                                                                             |     |                                                                                                                             |            |
| Month #5 | Common                                          | N/A | Common                         | Common                                                                                          | N/A | Common                                                                                                                      | 24,308,212 |
| 11/01/15 |                                                 |     | N/A                            |                                                                                                 |     |                                                                                                                             |            |
| through  | Preferred Series B                              |     | Preferred                      | Preferred Series B                                                                              | N/A | Preferred Series B                                                                                                          | 791,014    |
| 11/30/15 | N/A                                             |     | Series B                       | N/A                                                                                             |     |                                                                                                                             |            |

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|          |                    |     |           |                    |     |                    |            |
|----------|--------------------|-----|-----------|--------------------|-----|--------------------|------------|
| Month #6 | Common             | N/A | Common    | Common             | N/A | Common             | 24,308,212 |
|          |                    |     | N/A       |                    |     |                    |            |
| 12/01/15 |                    |     |           |                    |     |                    |            |
| through  | Preferred Series B |     | Preferred | Preferred Series B | N/A | Preferred Series B | 791,014    |
| 12/31/15 | N/A                |     | Series B  | N/A                |     |                    |            |
|          |                    |     |           |                    |     |                    |            |
| Total    | Common             | N/A | Common    | Common             | N/A | N/A                |            |
|          |                    |     | N/A       |                    |     |                    |            |
|          | Preferred Series B |     | Preferred | Preferred Series B | N/A |                    |            |
|          | N/A                |     | Series B  | 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 5% or more from the net asset value of the shares.  
Any or all preferred shares outstanding may be repurchased when the 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) Code of ethics, or any amendment thereto, that is the subject of disclosure required by Item 2 is attached hereto.
- (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.
- (12.other) Not applicable.

**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.

(Registrant)      The Gabelli Multimedia Trust Inc.

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

Date      3/9/2016

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  
                                                Bruce N. Alpert, Principal Executive Officer

Date      3/9/2016

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

Date      3/9/2016

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