

REAVES UTILITY INCOME FUND (UTG)

Fund Update
12.31.16

INDUSTRY BREAKDOWN

Common Stock

	% of Total Investments
1. Multi-Utilities	25.67%
2. Electric Utilities	21.24%
3. Diversified Telecommunication Services	11.30%
4. Media	10.22%
5. Oil, Gas & Consumable Fuels	7.69%
6. Water Utilities	3.97%
7. Real Estate Investment Trusts (REITS)	3.79%
8. Road & Rail	3.49%
9. Wireless Telecommunication Services	2.28%
10. Food Products	2.28%
11. Energy Equipment & Services	1.11%
12. Gas Utilities	1.08%

Corporate Debt

1. Diversified Telecommunication Services	0.12%
Limited Partnerships	2.77%

U.S. Treasury Obligation

U.S. Treasury Obligation	2.06%
--------------------------	-------

Short Term

Short Term	0.93%
------------	-------

Total

Total	100.00%
-------	---------

1. Multi-Utilities

1. Multi-Utilities	25.66%
--------------------	--------

2. Electric Utilities

2. Electric Utilities	21.24%
-----------------------	--------

3. Diversified Telecommunication Services

3. Diversified Telecommunication Services	11.43%
---	--------

4. Oil, Gas & Consumable Fuels^

4. Oil, Gas & Consumable Fuels^	10.46%
---------------------------------	--------

5. Media

5. Media	10.22%
----------	--------

6. Water Utilities

6. Water Utilities	3.97%
--------------------	-------

7. Real Estate Investment Trusts (REITS)

7. Real Estate Investment Trusts (REITS)	3.79%
--	-------

8. Road & Rail

8. Road & Rail	3.49%
----------------	-------

9. Wireless Telecommunication Services

9. Wireless Telecommunication Services	2.28%
--	-------

10. Food Products

10. Food Products	2.28%
-------------------	-------

11. Sovereign

11. Sovereign	2.06%
---------------	-------

12. Energy Equipment & Services

12. Energy Equipment & Services	1.11%
---------------------------------	-------

13. Gas Utilities

13. Gas Utilities	1.08%
-------------------	-------

14. Short Term

14. Short Term	0.93%
----------------	-------

Total Investments

Total Investments	100.00%
-------------------	---------

^ Includes Limited Partnerships.

Top Ten Holdings*

	% of Total Investments
1. Charter Communications, Inc., Class A	6.15%
2. DTE Energy Co.	5.96%
3. NextEra Energy, Inc.	5.62%
4. SCANA Corp.	4.58%
5. Verizon Communications, Inc.	4.18%
6. Comcast Corp., Class A	4.08%
7. American Water Works Co., Inc.	3.83%
8. Union Pacific Corp.	3.49%
9. Royal Dutch Shell PLC, Class A - Sponsored ADR	3.47%
10. Sempra Energy	3.43%

*Holdings are subject to change.

Dividends During the Quarter

Ex-Date	Record Date	Payable Date	Amount	Character
12/28/16	12/30/16	01/13/17	\$0.16	Dividend
12/28/16	12/30/16	01/13/17	\$0.92	LT Cap Gains
12/14/16	12/16/16	12/30/16	\$0.16	Dividend
11/16/16	11/18/16	11/30/16	\$0.16	Dividend
10/19/16	10/21/16	10/31/16	\$0.16	Dividend

Portfolio Data

Total Assets	\$1,462,358,887
Total Number of Holdings	57
NYSE Amex Symbol	UTG
NAV Symbol	XUTGX
Common Shares Outstanding	34.32 million
NAV	\$32.14
Market Price	\$30.71
Current Distribution Rate**	6.25%

**Based on 12/31/2016 market price of \$30.71 and dividend rate of \$0.15125 per share. Sources of distributions to shareholders may include net investment income, net realized short-term capital gains, net realized long-term capital gains and return of capital. The actual amounts and sources of the amounts for tax reporting purposes will depend upon the Fund's investment experience during the remainder of its fiscal year and may be subject to changes based on tax regulations. If a distribution includes anything other than net investment income, the fund provides a Section 19(a) notice of the best estimate of its distribution sources at that time, available at www.utilityincomefund.com. These estimates may not match the final tax characterization (for the full year's distributions) contained in shareholders' 1099-DIV forms after the end of the year. Distribution payments are not guaranteed and dividend rates can vary.

The net asset value (NAV) of a closed-end fund is the market value of the underlying investments (i.e., stocks and bonds) in the Fund's portfolio, minus liabilities, divided by the total number of Fund shares outstanding. However, the Fund also has a market price; the value at which it trades on an exchange. If the market price is above the NAV the Fund is trading at a premium. If the market price is below the NAV the Fund is trading at a discount.

Portfolio Composition

	% of Total Investments
Common Stock - US	82.77%
Common Stock - Foreign	11.34%
Limited Partnership	2.77%
U.S. Treasury Obligation	2.06%
Short Term Security	0.93%
Corporate Bond	0.12%
Total Portfolio	100.00%



REAVES UTILITY INCOME FUND (UTG)

Fund Update
12.31.16

Portfolio Objective

The investment objective of the Fund is to provide a high level of after-tax total return consisting primarily of tax-advantaged dividend income and capital appreciation. It intends to invest at least 80% of its total assets in dividend-paying common and preferred stocks and debt instruments of companies within the utility industry. Up to 20% of the Fund may be invested in the securities of other industries. See the Portfolio Composition for details.

For more information, please call
1-800-644-5571 or visit
www.utilityincomefund.com

This fact sheet is provided for informational purposes only and is not an offer to purchase or sell shares. The Reaves Utility Income Fund is a closed-end fund, which is traded on the New York Stock Exchange.

An investor should consider investment objectives, risks, charges and expenses carefully before investing. To obtain an annual report or semi-annual report which contains this and other information visit www.utilityincomefund.com or call 1-800-644-5571. Read them carefully before investing.

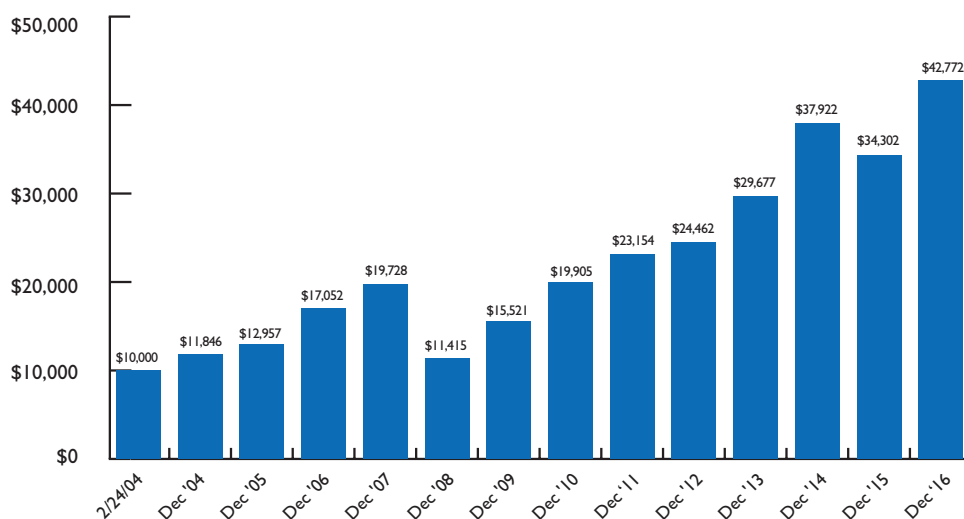
The Reaves Utility Income Fund is a closed-end fund and closed-end funds do not continuously issue shares for sale as open-end mutual funds do. Since the initial public offering, the Fund now trades in the secondary market. Investors wishing to buy or sell shares need to place orders through an intermediary or broker. The share price of a closed-end fund is based on the market's value.

Performance

Total Return	NAV	Market Price
Year-to-Date	24.46%	29.18%
1 Year	24.46%	29.18%
5 Year [^]	13.02%	10.42%
Since Inception (2/24/2004) [^]	11.96%	11.16%

[^] Annualized

\$10,000 Hypothetical Investment (as of 12.31.16)*



*Investment Values based on NAV.

The Performance data quoted represents past performance and reflects the deduction of applicable expenses.

Past performance does not guarantee future results and current performance may be lower or higher than the performance quoted.

The hypothetical example does not represent the returns of any particular investment. Returns for periods of less than one year are not annualized and therefore reflect cumulative returns. For purposes of performance calculations, all dividends and distributions are assumed to be reinvested, using either NAV or market prices, both of which were obtained under the Fund's dividend reinvestment plan. Hypothetical investment values are based on performance of the Fund's NAV and values at each period end are shown, since the Fund's inception.

RISKS: The Fund may have elements of risk, including the risk of loss of equity. There is no assurance that the investment process will consistently lead to successful results. An investment concentrated in sectors and industries may involve greater risk and volatility than a more diversified investment.

ALPS Portfolio Solutions Distributors, Inc: FINRA Member Firm.