

**GABELLI SMALL CAP GROWTH FUND,
OUR 5 ***** STAR MORNINGSTAR RATED™ FUND,
WILL CLOSE TO NEW INVESTORS OCTOBER 1, 2002**

FOR IMMEDIATE RELEASE
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The Gabelli Small Cap Growth Fund (the "Fund") will close to new investors effective October 1, 2002. Our Fund is rated 5 stars overall by Morningstar and for the three and five-year periods ended March 31, 2002 among 5,040 and 3,293 domestic equity funds, respectively, and 4 stars for the 10 year period among 926 domestic equity funds.

The Fund's policy is to invest its assets in small capitalization companies which are viewed by the Adviser (Gabelli Funds, LLC) as companies with market capitalization of \$1 billion or less. "We believe it's in the best interest of the existing shareholders to restrict investments from new shareholders, who have been flooding the small cap market with cash for new investments," according to Mario J. Gabelli, Chief Investment Officer and Portfolio Manager of the Fund. We prefer to benefit our existing shareholders with our stock selection process and prowess.

Data from Lipper Inc. indicates the small cap market has grown from \$135 billion to more than \$195 billion over the past twelve months with more than \$40 billion of cash inflows. The Fund is taking this step, anticipating the increasing cash flow into the small cap sector. At the same time, the Fund will be seeking clarification from the Securities & Exchange Commission of the appropriate definition of Small Cap. Other funds have increased the threshold of small capitalization, even to over the \$2.5 billion level, in order to find more companies in which to invest and also to comply with the new SEC 35(d)-1 rule which requires funds to maintain 80% of their total assets in the specific category of investment as the name implies.

The Fund started in October 1991, had \$370 million in assets on January 1, 2001 and now has more than \$540 million after appreciating 15.58% over the twelve months ending March 31, 2002.

The Gabelli Small Cap Growth Fund is managed by Gabelli Funds, LLC and distributed by Gabelli & Company, Inc., a subsidiary of Gabelli Asset Management Inc. (GBL - NYSE), which is a publicly traded NYSE listed company.

15.58%, 13.90%, 13.70% and 16.38% are the 1, 5, 10 year and life of fund average annual total returns, respectively for the periods ending March 31, 2002. Past Performance is no guarantee of future results. For more updated performance information or to obtain a prospectus, please visit our website, www.gabelli.com or contact a representative at Gabelli & Company, Inc. by calling 1-800-GABELLI (1-800-422-3554). The information pertaining to Morningstar contained herein:

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Investment returns and the principal value of an investment will vary and shares when redeemed may be worth more or less than their original cost. Investing in small capitalization securities involves special challenges because these securities may trade less frequently and experience more abrupt price movements than large capitalization securities.

The prospectus contains more complete information including risks, fees and expenses. Read it carefully before you invest or send money.