



For Immediate Release:

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Gabelli Asset Management Inc. Reports Record Revenues and Earnings For The First Quarter of 2000

Rye, New York, April 25, 2000 – Gabelli Asset Management Inc. (NYSE: “GBL”) today reported record results for the first quarter ended March 31, 2000.

Total revenues surged 46% to \$57.8 million versus \$39.7 million in the first quarter of 1999. Operating income climbed 52% to \$25.4 million from \$16.8 million in the prior year as GBL’s operating margins improved to 43.9% in the first quarter of 2000 versus 42.2% in the first quarter of 1999. Net income jumped 51% to \$14.0 million versus \$9.3 million in the first quarter of 1999. Earnings were \$0.47 per share for the first quarter of 2000 versus \$0.31 per share in 1999. Earnings for 1999 are reported on a pro forma basis and exclude a non-recurring charge of \$1.03 per share resulting from the Company’s initial formation. Including this non-recurring charge, the Company had a net loss of \$0.72 per share in 1999. In 2000, an investment banking fee added \$0.03 per share to overall results.

Revenue and earnings growth is driven by the growth in assets under management. During the first quarter of 2000, assets under management averaged \$22.4 billion, 34% higher than the \$16.7 billion in average assets managed during the first quarter of 1999. Average assets in our open end equity mutual funds climbed over 53%, to \$8.8 billion in 2000 versus \$5.7 billion in the 1999 quarter. As March 31, 2000, assets under management were \$23.0 billion.

Organization and Public Offering

On February 17, 1999, GBL received proceeds of approximately \$96 million, after fees and expenses, from the sale of 6 million shares of its Class A Common Stock, through underwriters led by Merrill Lynch & Co., Salomon Smith Barney and Gabelli & Company, at \$17.50 per share.

Assets Under Management – Driver of Growth

The Company reported assets under management as follows:

Table I:	Assets Under Management		
	March 31, _____		% Increase
	<u>1999</u>	<u>2000</u>	
Mutual Funds	(in millions)		
Open end	\$ 5,903	\$ 9,282	57.2%
Closed end	1,676	1,955	16.6
Fixed income	<u>1,061</u>	<u>1,188</u>	12.0
Total Mutual Funds	<u>8,640</u>	<u>12,425</u>	43.8
Institutional & Separate Accounts			
Equities	7,573	9,479	25.2
Fixed income	<u>618</u>	<u>815</u>	31.9
Total Institutional & Separate Accounts	<u>8,191</u>	<u>10,294</u>	25.7
Partnerships	151	278	84.1
Total Assets Under Management	<u>\$ 16,982</u>	<u>\$ 22,997</u>	35.4

At March 31, 2000, approximately 90% of open end mutual funds' assets under management were in funds with Morningstar Inc.'s overall rankings of "four stars" or better and more than 53% were in funds ranked "five stars". The Gabelli Global Growth Fund, the Gabelli Global Telecommunications Fund, and the Gabelli Growth Fund received the coveted five star rating from Morningstar, Inc. In addition, the Gabelli Global Multimedia Trust, a closed end fund, also received a five star rating from Morningstar, Inc.

Table II:	Fund Flows – 1 st Quarter 2000 (in millions)			
	<u>Dec. 31, 1999</u>	<u>Net Cash Flows</u>	<u>Market Appreciation</u>	<u>March 31, 2000</u>
Mutual Funds:				
Equities	\$ 10,459	\$ 523	\$ 255	\$ 11,237
Fixed Income	<u>1,181</u>	<u>(3)</u>	<u>10</u>	<u>1,188</u>
Total Mutual Funds	<u>11,640</u>	<u>520</u>	<u>265</u>	<u>12,425</u>
Institutional and Separate Accounts				
Equities	9,370	177	(68)	9,479
Fixed Income	<u>694</u>	<u>116</u>	<u>5</u>	<u>815</u>
Total Institutional and Separate Accounts	<u>10,064</u>	<u>293</u>	<u>(63)</u>	<u>10,294</u>
Partnerships	<u>230</u>	<u>36</u>	<u>12</u>	<u>278</u>
Total Assets Under Management	<u>\$ 21,934</u>	<u>\$ 849</u>	<u>\$ 214</u>	<u>\$ 22,997</u>

Table III:	Assets Under Management (in millions)					% Increase	
	<u>3/99</u>	<u>6/99</u>	<u>9/99</u>	<u>12/99</u>	<u>3/00</u>	<u>12/99</u>	<u>3/99</u>
Mutual Funds							
Open end	\$ 5,903	\$ 6,735	\$ 6,700	\$ 8,509	\$ 9,282	9.1	57.2
Closed end	1,676	1,809	1,731	1,950	1,955	.3	16.6
Fixed income	<u>1,061</u>	<u>1,025</u>	<u>1,172</u>	<u>1,181</u>	<u>1,188</u>	.6	12.0
Total Mutual Funds	<u>8,640</u>	<u>9,569</u>	<u>9,603</u>	<u>11,640</u>	<u>12,425</u>	6.7	43.8

Institutional & Separate Accounts:

Equities	7,573	8,475	8,148	9,370	9,479	1.2	25.2
Fixed Income	<u>618</u>	<u>594</u>	<u>680</u>	<u>694</u>	<u>815</u>	17.4	31.9
Total Institutional & Separate Accounts	<u>8,191</u>	<u>9,069</u>	<u>8,828</u>	<u>10,064</u>	<u>10,294</u>	2.3	25.7
Partnerships	<u>151</u>	<u>165</u>	<u>198</u>	<u>230</u>	<u>278</u>	20.9	84.1
Total Assets Under Management	<u>\$ 16,982</u>	<u>\$ 18,803</u>	<u>\$ 18,629</u>	<u>\$ 21,934</u>	<u>\$ 22,997</u>	4.8	35.4

Table IV

GABELLI ASSET MANAGEMENT INC.
UNAUDITED CONSOLIDATED STATEMENTS OF INCOME
(in thousands, except per share data)

	For the Three Months Ended March 31,		% Increase from <u>Pro forma</u>
	<u>Pro forma</u> <u>1999 (a)</u>	<u>2000</u>	
Revenues.....	\$ 39,691	\$ 57,773	45.6
Expenses.....	22,937	32,391	41.2
Operating income.....	16,754	25,382	51.5
Other income, net	<u>2,097</u>	<u>2,111</u>	
Income before management fee, income taxes and minority interest.....	18,851	27,493	45.8
Management fee.....	<u>1,885</u>	<u>2,749</u>	
Income before income taxes and minority interest	16,966	24,744	45.8
Income tax provision.....	6,973	9,799	
Minority interest.....	<u>714</u>	<u>949</u>	
Net income.....	\$ <u>9,279</u>	\$ <u>13,996</u>	50.8
Net income (loss) per share: basic and diluted.....			
Before non-recurring charge.....	\$.31	\$.47	51.6
Non-recurring charge.....	<u>(1.03)</u>	<u>-</u>	
After non-recurring charge.....	\$ <u>(0.72)</u>	\$ <u>0.47</u>	
Weighted average shares outstanding:			
Basic and diluted.....	<u>30,000</u>	<u>29,643</u>	

(a) Pro forma financial information reflects the results of operations as if the Formation Transactions were in effect at January 1, 1999, as if GAMI had existed as a separate enterprise during such periods, and was treated as a "C" Corporation for Federal and state income tax purposes and as if the exchange of shares, as part of the Formation Transactions, had taken place. Pro forma financial information excludes a non-recurring charge of \$50 million (\$30.9 million net of tax benefit or \$1.03 per share) recorded in the first quarter of 1999. Including this charge the net loss and net loss per share were \$(21.6) million and \$(0.72), respectively.

Table V

Gabelli Asset Management Inc.
Unaudited Quarterly Consolidated Condensed Statements of Income
(in thousands, except per share data)

	1999				Total	2000
	1st Quarter (a)	2nd Quarter	3rd Quarter	4th Quarter		1st Quarter
Income Statement Data:						
Revenues	\$ 39,691	\$ 42,623	\$ 44,091	\$ 49,857	\$ 176,262	\$ 57,773
Expenses	<u>22,937</u>	<u>25,801</u>	<u>24,623</u>	<u>27,393</u>	<u>100,754</u>	<u>32,391</u>
Operating income	16,754	16,822	19,468	22,464	75,508	25,382
Other income, net	<u>2,097</u>	<u>6,355</u>	<u>936</u>	<u>5,683</u>	<u>15,071</u>	<u>2,111</u>
Income before management fee, income taxes and minority interest	18,851	23,177	20,404	28,147	90,579	27,493
Management fee	<u>1,885</u>	<u>2,318</u>	<u>2,040</u>	<u>2,814</u>	<u>9,057</u>	<u>2,749</u>
Income before income taxes and minority interest	16,966	20,859	18,364	25,333	81,522	24,744
Income taxes	6,973	8,260	7,297	10,028	32,558	9,799
Minority interest	<u>714</u>	<u>944</u>	<u>830</u>	<u>782</u>	<u>3,270</u>	<u>949</u>
Net Income	<u>\$ 9,279</u>	<u>\$ 11,655</u>	<u>\$ 10,237</u>	<u>\$ 14,523</u>	<u>\$ 45,694</u>	<u>\$ 13,996</u>
Net income per share:						
Basic and diluted	<u>\$ 0.31</u>	<u>\$ 0.39</u>	<u>\$ 0.34</u>	<u>\$ 0.49</u>	<u>\$ 1.53</u>	<u>\$ 0.47</u>
Weighted average shares outstanding:						
Basic and diluted	<u>30,000</u>	<u>29,949</u>	<u>29,861</u>	<u>29,752</u>	<u>29,890</u>	<u>29,643</u>

(a) Pro forma financial information reflects the results of operations as if all of the following were in effect at January 1, 1999: the Formation Transactions; the reduction in management fee from 20% to 10% and the conversion from a Subchapter S Corporation to a "C" Corporation. Pro forma results exclude a non-recurring charge related to the \$50 million note payable (\$30.9 million, net of tax benefit or \$1.03 per share) recorded in the first quarter of 1999

Table VI

GABELLI ASSET MANAGEMENT INC.
CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL CONDITION
(In thousands)

	December 31,	March 31,	
	<u>1999</u>	<u>1999</u>	<u>2000</u>
		(unaudited)	
ASSETS			
Cash and cash equivalents.....	\$ 103,032	\$ 113,205	\$ 121,095
Investments.....	90,809	62,368	101,635
Receivables.....	26,269	13,976	23,942
Deferred income taxes, net.....	16,887	19,830	16,887
Other assets.....	<u>6,065</u>	<u>8,772</u>	<u>6,032</u>
Total assets.....	<u>\$ 243,062</u>	<u>\$ 218,151</u>	<u>\$ 269,591</u>
LIABILITIES AND STOCKHOLDERS' EQUITY			
Debt(a).....	50,000	50,000	50,000
Accrued expenses and other liabilities.....	<u>30,668</u>	<u>37,627</u>	<u>44,032</u>
Total liabilities.....	80,668	87,627	94,032
Minority interest.....	14,818	13,474	15,749
Stockholders' equity.....	<u>147,576</u>	<u>117,050</u>	<u>159,810</u>
Total liabilities and stockholders' equity.....	<u>\$ 243,062</u>	<u>\$ 218,151</u>	<u>\$ 269,591</u>

(a) This debt, arising from the Formation Transactions, is due January 2, 2002, and will result in a tax benefit of \$19,830 (included in deferred tax asset, net).

Gabelli Asset Management Inc. through its subsidiaries manages \$23.0 billion in assets in mutual funds, closed end funds, partnerships and private investment advisory accounts.

Forward Looking Information

This release may contain forward-looking statements about future operations, results and performance, which involve risks and uncertainties that may cause the actual operations, results or performance to differ materially from those expressed in or implied by the forward-looking statements. These risks and uncertainties include the performance of the securities markets and the Company's investment products, future economic conditions, changes in business strategy and other factors. Consequently, no assurance can be given as to future operations, results or performance, and neither the Company nor any other person assumes liability for the accuracy and completeness of the forward-looking statements in this press release.