

# The GAMCO Global Growth Fund

Shareholder Commentary  
March 31, 2010



Caesar Bryan



Howard Ward

## To Our Shareholders,

Thank you for your investment in the GAMCO Global Growth Fund.

The economy continues to make progress. While the recovery's staying power remains an open question, the improvement in recent months is impressive. At long last, both of the major job surveys (monthly payroll and monthly household surveys) have turned positive. More job gains are needed to fuel wage growth and boost consumer spending in the months ahead. Importantly, the profit outlook has continued to brighten and investors have shown an increased appetite for risk, reflected in stocks hitting a nineteen month high in early April and a further narrowing in credit spreads. The true test will come as government stimulus is gradually removed. It is only then that we will know if the economy can walk without Uncle Sam's crutch.

### Average Annual Returns through March 31, 2010\*

	<u>Quarter</u>	<u>1 Year</u>	<u>3 Year</u>	<u>5 Year</u>	<u>10 Year</u>	<u>Since Inception (2/7/94)</u>
<b>GAMCO Global Growth Fund Class AAA . . . . .</b>	<b>2.39%</b>	<b>52.69%</b>	<b>(2.23)%</b>	<b>4.40%</b>	<b>(4.12)%</b>	<b>8.34%</b>
MSCI AC World Index . . . . .	3.24	56.31	(3.84)	4.48	1.09	6.27
Lipper Global Large-Cap Growth Fund Average . . .	3.70	51.85	(5.33)	2.72	1.56	6.46

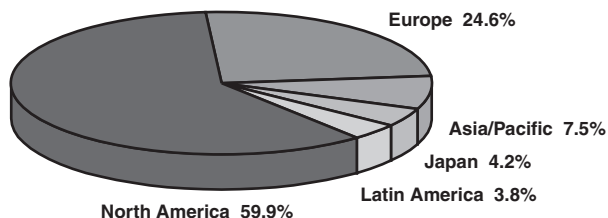
**The expense ratio in the current prospectus is 1.97% for the Fund's Class AAA Shares. Class AAA Shares do not have a sales charge.**

**\* Returns represent past performance and do not guarantee future results.** Total returns and average annual returns reflect changes in share price and reinvestment of distributions and are net of expenses. Investment returns and the principal value of an investment will fluctuate. When shares are redeemed, they may be worth more or less than their original cost. Performance returns for periods of less than one year are not annualized. 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. **Investors should carefully consider the investment objectives, risks, charges, and expenses of the Fund before investing. The prospectus contains more information about this and other matters and should be read carefully before investing.** Investing in foreign securities involves risks not ordinarily associated with investments in domestic issues, including currency fluctuation, economic, and political risks. The Morgan Stanley Capital International (MSCI) All Country (AC) World Index is an unmanaged indicator of stock market performance, while the Lipper Average reflects the average performance of mutual funds classified in this particular category. You cannot invest directly in an index.

## Global Allocation

The accompanying chart presents the Fund's holdings by geographic region as of March 31, 2010. The geographic allocation will change based on current global market conditions. Countries and/or regions represented in the chart and discussed in this letter may or may not be included in the Fund's future portfolio.

## HOLDINGS BY GEOGRAPHIC REGION – 3/31/10



## The Economy

The manufacturing sector continues to gain momentum with industrial production growing at a 7.8% annualized rate in the first quarter. The U.S. Leading Economic Indicators are at their highest level since 1983! The Fed's Beige Book, released April 14, showed improved economic activity across all of the Federal Reserve Districts with the exception of St. Louis. There were signs of strength in consumer spending, manufacturing activity, and residential real estate. Loan demand, commercial real estate, and nonfinancial business services remain on the soft side. Retail sales for March were surprisingly strong even accounting for an early Easter. The question for consumers is how long they can keep this up without significant job growth, since overall wages have been stagnant.

This is a profits led recovery as total U.S. corporate profits may actually reach a record high level in 2010. This was not expected. Something is going right. For one thing, U.S. exports are surging thanks to strong growth in the emerging markets where China, India, and Brazil are posting robust GDP growth. They may even be overheating. Additionally, productivity has improved as companies cut costs to the bone, including massive job reductions. Obviously, financial sector profits are soaring as the banking system recovers from its near death experience. We now expect to see a continuation of job growth in the months ahead, without which the recovery would stall.

Recent data has encouraged us to ratchet up our expectations for real GDP growth this year. In last quarter's commentary, we suggested a range of 2% to 4% for GDP growth this year. We now tighten and raise that range to 3.5% to 4.5%, based on the most recent data. We will review and update this estimate next quarter. The outlook for the Consumer Price Index ("CPI") is also favorable, with inflation as measured by the CPI unlikely to exceed 1% for the year. The weakest elements in the economy remain commercial real estate and construction. Reduced spending at the state and local level, due to budget cuts, will be a drag on growth. Given the supertanker status of our economy, we would tend to believe that momentum is now in our favor and the recovery will not be easily lost.

## The Global Equity Market

The stock market continued to move higher in the first quarter as strong earnings and improving prospects for job growth gave investors greater confidence in the economic outlook. Money market fund assets have declined from a peak of \$3.9 trillion in March of 2009 to about \$2.9 trillion today. While the lion's share of the \$1.0 trillion outflow was directed into bonds, it would be logical to think that some of the money found its way into stocks too. Still, many investors have elected to bypass the stock market for the moment, for a variety of reasons. Some will capitulate and buy stocks at higher prices. It will take a long period of time to undo the damage done to investors' psyche during the past decade.

Domestically, the first quarter was a period of relative calm. But in this global economy, problems in one area of the world quickly surface and reverberate elsewhere. There is no place to hide. The recession bit into the finances of Greece, among other places, tripping the credit default smoke alarms. The ensuing panic roughed up the euro and stocks the world over. The dollar rose during the quarter but so did most commodity prices, breaking the inverse relationship between the dollar and commodities for now and suggesting the carry trade has moved back to the yen. Japanese interest rates remain low in the face of massive government debt because of a high domestic savings rate, currently around 10%, compared to around 3% in the U.S. (Germany's is 11%).

China was another source of investor angst during the first quarter as the Chinese government signaled a desire to slow growth and Washington cried out for an upward revaluation of the yuan. Washington feels this would benefit our economy by making our home grown goods more competitive. On the other hand, a number of U.S. companies benefit by selling goods produced in China. This also provides dollars to the Chinese, which have been used to help finance our budget deficit and keep interest rates lower. The implications of a stronger yuan relative to the dollar are not all positive, as some in Washington would have us believe. This falls under the heading of be careful what you wish for and beware the law of unintended consequences.

At some point the stock market will have to cope with less accommodative monetary and fiscal policies. With the unemployment rate still north of 9% and the CPI south of 1%, that moment most likely remains on the distant horizon. With the market selling at 15 times the upwardly revised estimate of 2010 S&P 500 earnings of \$78 (up from \$76 last quarter), stock prices are mostly defensible in what continues to be an environment of historically low interest rates. Nevertheless, with the S&P 500 having now (late April) advanced 80% off the March 2009 low, a period of consolidation seems in order near term.

MSCI data (all returns in dollars) shows 9 of 23 major national indices advanced in the first quarter. The U.S. (+5.3%) was the sixth best performer during the quarter. The best performing country was Finland (+11.9%), followed by Denmark (+9.7%), Japan (+8.2%), Sweden (+7.6%), Canada (+6.0%), Australia (+4.2%), Switzerland (+4.0%), and Hong Kong (+2.4%). First quarter laggards were led by Spain (-15.3%), followed by Greece (-13.2%), Portugal (-10.3%), Italy (-7.3%), Norway (-6.4%), France and New Zealand (-3.9%), Germany (-2.6%), Singapore (-1.3%), Austria (-1.2%), the Netherlands (-1.1%), Belgium (-1.0%), the United Kingdom (-0.6%), and Ireland (-0.5%). In emerging markets, 18 of 22 countries recorded positive performance in the first quarter. Of the four largest emerging markets, Russia (+6.7%) posted the best quarterly performance, followed by India (+4.8%), Brazil (-0.5%), and China (-1.6%).

During the first quarter, the U.S. Dollar strengthened against the Euro, the British Pound, and the Japanese Yen, but weakened against the Canadian Dollar. The dollar has been the main beneficiary of this flight to safety, which brings to mind the old saying that "in the land of the blind the one-eyed man is king". The U.S. is in no position to thump its chest over fiscal conservatism. Being more solvent than the PIIGS (Portugal, Ireland, Italy, Greece, and Spain), Japan and the United Kingdom are the thinnest pigs at a pig farm. At least Europe has Germany to lend it some balance sheet credibility.

## **Portfolio Observations**

The S&P 500 rose 65% in price from the March 9th, closing low to the December 31st year-end close. Consequently, the market entered the first quarter appearing more than a bit extended. Over the same time period, The GAMCO Global Growth Fund rose 75%, implying that it too entered the first quarter extended, or somewhat ahead of the fundamentals. Sidestepping a corrective phase for the market overall and our stocks in particular was not realistic, barring a near complete overhaul of the portfolio. We doubt we could have made

all the right moves in the right order to accomplish that, had we tried. More than likely we would have failed. To make matters worse, we would have run the risk of shortchanging some longer-term opportunities with our existing holdings. The end result is we made some changes in the portfolio and did give back some of last year's relative return. We are willing to live with shorter-term volatility if we believe it will benefit our longer-term return. While the outcomes are not always in our favor, our goal is always to manage the Fund so as to maximize the Fund's longer term result. We generally feel that in most market environments, accelerating portfolio turnover above a certain level is counterproductive.

During the first quarter, we moved to lock in some of the strong performance and gains in a number of last year's best performers. This usually meant paring back positions as opposed to outright sales. Most of the reductions were in Technology, Consumer Discretionary, Materials, and Energy. Stocks that were sold outright, which had appreciated but appeared fully priced given growth prospects, included National Oilwell Varco, Harris Corp., FMC Technologies, Imperial Oil, and Cadbury. Stocks that were sold because they are in the process of being acquired were XTO Energy (acquisition by Exxon is pending) and Alcon (acquisition by Novartis is pending). Stocks that were sold due to disappointing developments regarding clean energy investment were SunPower, First Solar, FPL Group, Iberdrola Renovables, and EDP Renovaveis.

We wanted to increase our exposure to quality industrial companies so we established new positions in Precision Castparts (0.6% of net assets as of March 31, 2010), Eaton (0.8%), and Johnson Controls (0.6%). We also saw an opportunity to repurchase State Street Corp. (0.3%) and Northern Trust (1.0%) at prices below where we sold them last year. Finally, we believe natural gas will play a larger role in our economy in the years ahead so we added Ultra Petroleum (1.3%) to our significant stable of energy holdings. We added to a number of existing holdings during the quarter, moving to increase our exposure to industries and stocks that had lagged during the recovery, especially Healthcare and Consumer Staples. The Fund continues to have a procyclical bias, but less so than in 2009.

Relative to the MSCI World Index, we are overweight Technology, Energy, Materials, and Producer Durables. We are underweight Healthcare, Consumer Staples, Consumer Discretionary, Financial Services, Telecom, and Utilities.

## **Looking Ahead**

While the future is far from certain, improving prospects for job growth are increasing the likelihood of a sustainable economic recovery. With corporate profits continuing to surprise to the upside, the stock market stands to benefit from improving investor sentiment as investors become less defensively minded. Money market funds will continue to yield less than 1% this year. High quality bond funds will likely return less than 5% and could register negative returns on a total return basis if interest rates rise further. While a double-dip recession and/or deflation would likely spoil the stock market rally, those outcomes have become less likely as the economic recovery broadens.

As we write, the S&P 500 is selling at 15 times the mean First Call estimate of \$78.30 for 2010 earnings. If the market discounts 2011 expected earnings at 15 times at year's end, the S&P 500 would sell for 1365. This would elevate stock prices by about 15% before the ball drops in Times Square. This is considerable upside, especially relative to expected returns from bonds, money funds, or real estate. In the last three months expected earnings for 2011 have increased from \$86 to \$91 for the S&P 500. The previous record for S&P earnings was \$88.17 in 2006. Naturally, earnings expectations will continue to evolve and a less positive reading cannot be ruled out. Our economy, however, is gaining momentum. Its trajectory and speed does not change quickly. For now it gets the benefit of the doubt. There is plenty of cash on the sideline to drive stocks higher.

What can go wrong? Plenty. The stock market faces some headwinds as we move into 2011. Headwinds such as reduced monetary and fiscal stimulus both here and abroad, increased taxes, healthcare reform uncertainty, financial regulation reform, immigration reform, energy reform, and spending cutbacks at the state and local level. We also have to digest a monster budget deficit, more difficult earnings comparisons, growing protectionist sentiment, commodity price inflation, and the unknown resolution of European debt hog funding (the PIIGS: Portugal, Ireland, Italy, Greece, and Spain).

Needless to say, we are still wrestling with insurgents in Iraq, the Taliban in Afghanistan, and the nuclear ambitions of Iran. Keeping the bad guys away from the nukes in Pakistan and the former Soviet Union are other matters, as is the growing risk of cyber warfare, which could shut down our electrical grid, among other things. As you can see, if you choose to dwell on the negatives, you can easily decide to pack your trunk with gold coins and head for the mountains. The problem is how do you appropriately handicap the stock market for these nightmarish outcomes, no matter how unlikely? Since this is virtually impossible, it makes sense for most investors to diversify with multiple asset classes.

## **In Conclusion**

Stock market commentators have referred to the last ten years as a lost decade. According to Lipper, S&P 500 Index funds returned -11% for the decade, as of March 31st. Large-cap growth funds did even worse, with an average return of -24%. The price/earnings multiple accorded the S&P 500 and most large-cap growth stocks contracted about 40% over the past decade. In some respects, the past ten years were the mirror image of the ten years that preceded them, a period of strong results and multiple expansion for large cap growth. While large-cap growth funds wilted during the past ten years, the same cannot be said for the average small and mid-cap fund. Lipper says the average small-cap value fund rose 138% over the ten years and the average mid-cap value fund rose 108%. Equity income funds rose by 41% on average, while emerging market funds posted an average gain of 153%, topping all comers. Among global funds, large cap growth returned -9% over the decade while multicap value gained 79%. So the decade was not lost on all, suggesting that diversification by equity style as well as by asset class is wise. It looks like stocks do make sense for the long haul, but not all stocks all the time. Ten years ago, the hot money rushed into large-cap growth stocks as they peaked. We are not sure where the hot money is today, but we know where it is not.

## **Let's Talk Stocks**

The following are stock specifics on selected holdings of our Fund. Favorable earnings prospects do not necessarily translate into higher stock prices, but they do express a positive trend that we believe will develop over time. Individual securities mentioned are not necessarily representative of the entire portfolio. For the following holdings, the percentage of net assets and their share prices stated in U.S. dollar equivalent terms are presented as of March 31, 2010.

*Agnico-Eagle Mines Limited (2.3% of net assets as of March 31, 2010) (AEM - \$55.67 - NYSE)* is a long established Canadian gold producer with operations in Quebec and Finland and exploration and development activities in Canada, Finland, Mexico, and the United States. Agnico-Eagle's LaRonde Mine is Canada's largest operating gold mine in terms of reserves. The company's operating history includes more than thirty years of continuous gold production primarily from underground operations. Since its amalgamation in 1972, Agnico-Eagle has produced over 4.0 million ounces of gold and is one of the lowest total cash cost producers in the North American gold mining industry. The company has full exposure to higher gold prices consistent with its policy of no forward gold sales and has paid a cash dividend for 28 consecutive years.

*Apache Corporation (1.8%) (APA - \$101.50 - NYSE)* is an independent energy company that explores for, develops, and produces natural gas, crude oil, and natural gas liquids. The company has operations in the United States, Canada, Egypt, the United Kingdom North Sea, Australia, and Argentina. Apache has increased reserves 22 out of 23 years and increased production 28 out of the past 30 years, a testament to their longevity.

*Apple (3.7%) (AAPL - \$234.93 - OTC)* ignited the personal computer revolution with the Apple II, then reinvented the personal computer with the Macintosh. Apple continues to lead the industry with its award-winning computers, OS X operating system, and iLife, iWork and professional applications. Apple leads the digital music revolution with its iPods and iTunes online store, has reinvented the mobile phone with its revolutionary iPhone and App Store, and has recently introduced its magical iPad which is defining the future of mobile media and computing devices.

*Cheung Kong Holdings LTD (1.9%) (1.HK - \$12.88 - Hong Kong)* is a property development and strategic investment company. It is one of the largest developers in Hong Kong of residential, commercial, and industrial properties. About one in seven private residences in Hong Kong was developed by the company. In Hong Kong alone, members of the Cheung Kong Group include Cheung Kong Holdings, Hutchison Whampoa Limited, and Hongkong Electric Holdings Limited, which are constituent stocks of the Hang Seng Index; Cheung Kong Infrastructure Holdings Limited, CK Life Sciences International (Holdings) Inc., Hutchison Telecommunications International Limited, Hutchison Telecommunications Hong Kong Holdings Limited, Hutchison Harbour Ring Limited, and TOM Group Limited, all of which are companies listed on the Main Board of the Hong Kong Stock Exchange. The combined market capitalization of the Cheung Kong Group's Hong Kong listed companies amounted to HK\$672 billion as at March 31, 2010. The company also has substantial interests and operations in life sciences and other businesses.

*Freeport-McMoRan Copper & Gold (1.6%) (FCX - \$83.54 - NYSE)* is a leading international mining company with headquarters in Phoenix, Arizona. The company operates large, long-lived, geographically diverse assets with significant proven and probable reserves of copper, gold, and molybdenum. Freeport has a dynamic portfolio of operating, expansion, and growth projects in the copper industry and is the world's largest producer of molybdenum. The company's portfolio of assets includes the Grasberg mining complex, the world's largest copper and gold mine in terms of recoverable reserves, significant mining operations in the Americas including the large scale Morenci and Safford minerals districts in North America, the Cerro Verde and El Abra operations in South America, and the potentially world class Tenke Fungurume development project in the Democratic Republic of Congo.

*Google (2.7%) (GOOG - \$567.01 - OTC)* is widely recognized as the world's largest search engine. Google's stated mission is to organize the world's information and make it universally accessible and useful. Google generates revenue by providing advertisers with the opportunity to deliver measurable, cost effective online advertising that is relevant to the information displayed on any given webpage. This makes the advertising useful to consumers as well as to the advertiser placing it. We believe this highly innovative and fast growing company is uniquely positioned to create new market opportunities while maintaining its lead in online search.

*Hess Corp. (2.1%) (HES - \$62.55 - NYSE)* is a leading global independent energy company, engaged in the exploration and production of crude oil and natural gas, as well as in refining and in marketing refined petroleum products, natural gas, and electricity. Exploration and production is the engine of future income and growth, currently representing nearly 80% of capital employed and over 95% of annual capital expenditures. The Company has operations in the United States, United Kingdom, Norway, Denmark, Russia, Equatorial Guinea, Algeria, Libya, Gabon, Egypt, Ghana, the Joint Development Area of Malaysia and Thailand, Indonesia, Thailand, Azerbaijan, Australia, Brazil, and St. Lucia. They continue to increase reserves outside the mature

regions of the United States and North Sea. The Company operates about 1,350 Hess branded sites in 16 states along the East Coast of the United States.

*Jardine Matheson (1.9%) (JM - \$33.30 - Singapore)*, founded as a trading company in China in 1832, is a diversified business group focused principally on Asia. Its businesses comprise a combination of cash generating activities and long-term property assets. Jardine Matheson holds interests directly in Jardine Pacific (100%), Jardine Motors (100%), and Jardine Lloyd Thompson (32%), while its 81%-held Group holding company, Jardine Strategic, holds interests in Hongkong Land (50%), Dairy Farm (78%), Mandarin Oriental (74%), and Jardine Cycle & Carriage (69%), which in turn has a 50% shareholding in Astra. Jardine Strategic also has a 54% shareholding in Jardine Matheson and a 21% stake in Rothschilds Continuation, the merchant banking house. These companies are leaders in the fields of engineering and construction, transport services, insurance broking, property investment and development, retailing, restaurants, luxury hotels, motor vehicles and related activities, financial services, heavy equipment, mining, and agribusiness.

*Petrobras (2.1%) (PBR - \$39.59 - NYSE)* is Brazil's largest energy company with a presence in twenty-seven countries and employs nearly 55,000 people. The company is divided into four business areas: Exploration and Production, Downstream, Gas & Energy, and International. Petrobras operates over 6,000 service stations, more than 100 production platforms, sixteen refineries, and has average annual oil and natural gas production of 2.4 million barrels of oil equivalent per day. Petrobras stands to benefit from rising oil demand with proven reserves of 11.1 billion barrels of oil equivalent not including the recent discoveries in the mega-fields of Tupi, Jupiter, Carioca, and Bem-te-vi.

*Teva Pharmaceutical Industries Ltd. (1.9%) (TEVA - \$63.08 - OTC)* is a global pharmaceutical company specializing in the development, production and marketing of generic and proprietary branded pharmaceuticals and active pharmaceutical ingredients. Teva is among the top 20 pharmaceutical companies and among the largest generic pharmaceutical companies in the world. With more than a century of experience in the healthcare industry, the Company enjoys a firmly established international presence, operating through a carefully tailored network of worldwide subsidiaries. Headquartered in Israel, above 80% of Teva's sales, which totaled \$13.9 billion in 2009, are in North America and Europe. Teva has over 38,000 employees worldwide and production facilities in Israel, North America, Europe, and Latin America.

Sincerely,

The GAMCO Global Portfolio Management Team

May 13, 2010

**NOTE:** The views expressed in this Shareholder Commentary reflect those of the Portfolio Managers only through the end of the period stated in this Shareholder Commentary. The Portfolio Managers' views are subject to change at any time based on market and other conditions. The information in this Portfolio Managers' Shareholder Commentary represents the opinions of the individual Portfolio Managers and is not intended to be a forecast of future events, a guarantee of future results, or investment advice. Views expressed are those of the Portfolio Managers and may differ from those of other portfolio managers or of the Firm as a whole. This Shareholder Commentary does not constitute an offer of any transaction in any securities. Any recommendation contained herein may not be suitable for all investors. Information contained in this Shareholder Commentary has been obtained from sources we believe to be reliable, but cannot be guaranteed.

## Minimum Initial Investment – \$1,000

The Fund's minimum initial investment for regular accounts is \$1,000. There are no subsequent investment minimums. No initial minimum is required for those establishing an Automatic Investment Plan. The Fund imposes a 2% redemption fee on shares sold in seven days or less of a purchase. See the prospectus for more details.

## www.gabelli.com

Please visit us on the Internet. Our homepage at [www.gabelli.com](http://www.gabelli.com) contains information about GAMCO Investors, Inc., the Gabelli/GAMCO Mutual Funds, IRAs, 401(k)s, current and historical quarterly reports, closing prices, and other current news.

The Fund's daily net asset value is available in the financial press and each evening after 7:00 PM (Eastern Time) by calling 800-GABELLI (800-422-3554). The Fund's Nasdaq symbol is GICPX for Class AAA Shares. Please call us during the business day for further information.

We welcome your comments and questions via e-mail at [info@gabelli.com](mailto:info@gabelli.com). You may sign up for our e-mail alerts at [www.gabelli.com](http://www.gabelli.com) and receive early notice of quarterly report availability, news events, media sightings, and mutual fund prices and performance.

## e-delivery

We are pleased to offer electronic delivery of Gabelli fund documents. Direct shareholders of our open end mutual funds can now elect to receive their Annual, Semiannual, and Quarterly Fund Reports, Manager Commentaries, and Prospectuses via e-delivery. For more information or to sign up for e-delivery, please visit our website at [www.gabelli.com](http://www.gabelli.com).

### Top Ten Holdings (Percent of Net Assets) March 31, 2010

Apple Inc. 3.7%	Teva Pharmaceutical Industries Ltd. 1.9%
Google Inc. 2.7%	Jardine Matheson Holdings Ltd. 1.9%
Agnico-Eagle Mines Ltd. 2.3%	Cheung Kong (Holdings) Ltd. 1.9%
Hess Corp. 2.1%	Apache Corp. 1.8%
Petroleo Brasileiro SA 2.1%	Vale SA 1.7%

## Multi-Class Shares

GAMCO Global Series Funds, Inc. began offering additional classes of Fund shares in March 2000. Class AAA Shares are no-load shares offered directly by selected broker/dealers. Class A and Class C Shares are targeted to the needs of investors who seek advice through financial consultants. Class I Shares are available solely to certain institutions, which initially invest directly with the Fund. The minimum initial investment amount for Class I Shares is \$500,000. The Board of Trustees determined that expanding the types of Fund shares available through various distribution options would enhance the ability of the Fund to attract additional investors.

### The GAMCO Global Growth Fund Average Annual Returns — March 31, 2010 (a)

	Class AAA Shares	Class A Shares	Class B Shares	Class C Shares	Class I Shares
1 Year	52.69%	52.66% 43.88(c)	51.51% 46.51(d)	51.55% 50.55(e)	53.17%
5 Year	4.40	4.41 3.18(c)	3.63 3.28(d)	3.62 3.62	4.55
10 Year	(4.12)	(4.11) (4.67)(c)	(4.80) (4.80)	(4.83) (4.83)	(4.05)
Life of Fund (b)	8.34	8.35 7.95(c)	7.86 7.86	7.84 7.84	8.39
Current Expense Ratio	1.97	1.97	2.72	2.72	1.72
Maximum Sales Charge	None	5.75	5.00	1.00	None
Ticker Symbols	GICPX	GGGAX	GGGBX	GGGCX	GGGIX

(a) **Returns represent past performance and do not guarantee future results.** Total returns and average annual returns reflect changes in share price and reinvestment of distributions and are net of expenses. Investment returns and the principal value of an investment will fluctuate. When shares are redeemed, 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. **Investors should carefully consider the investment objectives, risks, charges, and expenses of the Fund before investing. The prospectus contains more information about this and other matters and should be read carefully before investing.**

The Class AAA Share NAVs per share are used to calculate performance for the periods prior to the issuance of Class A Shares, Class B Shares, Class C Shares, and Class I Shares on March 2, 2000, May 5, 2000, March 12, 2000, and January 11, 2008, respectively. The actual performance of the Class B Shares and Class C Shares would have been lower due to the additional expenses associated with these classes of shares. The actual performance of the Class I Shares would have been higher due to lower expenses related to this class of shares. Investing in foreign securities involves risks not ordinarily associated with investments in domestic issues, including currency fluctuation, economic, and political risks.

(b) Performance is calculated from inception of Class AAA Shares on February 7, 1994.

(c) Includes the effect of the maximum 5.75% sales charge at the beginning of the period.

(d) Performance results include the deferred sales charges for the Class B Shares upon redemption at the end of the one year and five year periods of 5% and 2%, respectively, of the Fund's NAV per share at the time of purchase or sale, whichever is lower. Class B Shares are not available for new purchases.

(e) Performance results include the deferred sales charges for the Class C Shares upon redemption at the end of the one year period of 1% of the Fund's NAV per share at the time of purchase or sale, whichever is lower.

We have separated the portfolio manager's 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 manager's commentary is unrestricted. The financial statements and investment portfolio are mailed separately from the commentary. Both the commentary and the financial statements, including the portfolio of investments, will be available on our website at [www.gabelli.com/funds](http://www.gabelli.com/funds).

## **Gabelli/GAMCO Funds and Your Personal Privacy**

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### **Who are we?**

The Gabelli/GAMCO Funds are investment companies registered with the Securities and Exchange Commission under the Investment Company Act of 1940. We are managed by Gabelli Funds, LLC or Teton Advisors, Inc., which are affiliated with GAMCO Investors, Inc. GAMCO Investors, Inc. is a publicly held company that has subsidiaries that provide investment advisory or brokerage services for a variety of clients. Teton Advisors, Inc. is a publicly held company that provides investment advisory services to the GAMCO Westwood Funds.

### **What kind of non-public information do we collect about you if you become a shareholder?**

If you apply to open an account directly with us, you will be giving us some non-public information about yourself. The non-public information we collect about you is:

- *Information you give us on your application form.* This could include your name, address, telephone number, social security number, bank account number, and other information.
- *Information about your transactions with us, any transactions with our affiliates, and transactions with the entities we hire to provide services to you.* This would include information about the shares that you buy or redeem. If we hire someone else to provide services—like a transfer agent—we will also have information about the transactions that you conduct through them.

### **What information do we disclose and to whom do we disclose it?**

We do not disclose any non-public personal information about our customers or former customers to anyone other than our affiliates, our service providers who need to know such information, and as otherwise permitted by law. If you want to find out what the law permits, you can read the privacy rules adopted by the Securities and Exchange Commission. They are in volume 17 of the Code of Federal Regulations, Part 248. The Commission often posts information about its regulations on its website, [www.sec.gov](http://www.sec.gov).

### **What do we do to protect your personal information?**

We restrict access to non-public personal information about you to the people who need to know that information in order to provide services to you or the Fund and to ensure that we are complying with the laws governing the securities business. We maintain physical, electronic, and procedural safeguards to keep your personal information confidential.

# GABELLI FAMILY OF FUNDS

## VALUE

### **Gabelli Asset Fund**

Seeks to invest primarily in a diversified portfolio of common stocks selling at significant discounts to their private market value. The Fund's primary objective is growth of capital. (Multiclass)

Portfolio Manager: Mario J. Gabelli, CFA

### **Gabelli Blue Chip Value Fund**

Seeks long term growth of capital through investment primarily in the common stocks of established companies which are temporarily out of favor. The fund's objective is to identify a catalyst or sequence of events that will return the company to a higher value. (Multiclass)

Portfolio Manager: Barbara Marcin, CFA

### **GAMCO Westwood Equity Fund**

Seeks to invest primarily in the common stock of well seasoned companies that have recently reported positive earnings surprises and are trading below Westwood's proprietary growth rate estimates. The Fund's primary objective is capital appreciation. (Multiclass)

Portfolio Manager: Susan M. Byrne

## FOCUSED VALUE

### **Gabelli Value Fund**

Seeks to invest in securities of companies believed to be undervalued. The Fund's primary objective is long-term capital appreciation. (Multiclass)

Portfolio Manager: Mario J. Gabelli, CFA

## SMALL CAP VALUE

### **Gabelli Small Cap Fund**

Seeks to invest primarily in common stock of smaller companies (market capitalizations at the time of investment of \$2 billion or less) believed to have rapid revenue and earnings growth potential. The Fund's primary objective is capital appreciation. (Multiclass)

Portfolio Manager: Mario J. Gabelli, CFA

### **GAMCO Westwood SmallCap Equity Fund**

Seeks to invest primarily in smaller capitalization equity securities – market caps of \$2.5 billion or less. The Fund's primary objective is long-term capital appreciation. (Multiclass)

Portfolio Manager: Nicholas F. Galluccio

### **Gabelli Woodland Small Cap Value Fund**

Seeks to invest primarily in the common stocks of smaller companies (market capitalizations generally less than \$3.0 billion) believed to be undervalued with shareholder oriented management teams that are employing strategies to grow the company's value. The Fund's primary objective is capital appreciation. (Multiclass)

Portfolio Manager: Elizabeth M. Lilly, CFA

## GROWTH

### **GAMCO Growth Fund**

Seeks to invest primarily in large cap stocks believed to have favorable, yet undervalued, prospects for earnings growth. The Fund's primary objective is capital appreciation. (Multiclass)

Portfolio Manager: Howard F. Ward, CFA

### **GAMCO International Growth Fund**

Seeks to invest in the equity securities of foreign issuers with long-term capital appreciation potential. The Fund offers investors global diversification. (Multiclass)

Portfolio Manager: Caesar Bryan

## AGGRESSIVE GROWTH

### **GAMCO Global Growth Fund**

Seeks capital appreciation through a disciplined investment program focusing on the globalization and interactivity of the world's marketplace. The Fund invests in companies at the forefront of accelerated growth. The Fund's primary objective is capital appreciation. (Multiclass)

Team Managed

## MICRO-CAP

### **GAMCO Westwood Mighty Mites<sup>SM</sup> Fund**

Seeks to invest in micro-cap companies that have market capitalizations of \$300 million or less. The Fund's primary objective is long-term capital appreciation. (Multiclass)

Team Managed

## EQUITY INCOME

### **Gabelli Equity Income Fund**

Seeks to invest primarily in equity securities with above average market yields. The Fund pays monthly dividends and seeks a high level of total return with an emphasis on income. (Multiclass)

Portfolio Manager: Mario J. Gabelli, CFA

### **GAMCO Westwood Balanced Fund**

Seeks to invest in a balanced and diversified portfolio of stocks and bonds. The Fund's primary objective is both capital appreciation and current income. (Multiclass)

Co-Portfolio Managers: Susan M. Byrne  
Mark Freeman, CFA

### **GAMCO Westwood Income Fund**

Seeks to provide a high level of current income as well as long-term capital appreciation by investing in income producing equity and fixed income securities. (Multiclass)

Portfolio Manager: Barbara Marcin, CFA

## SPECIALTY EQUITY

### **GAMCO Global Convertible Securities Fund**

Seeks to invest principally in bonds and preferred stocks which are convertible into common stock of foreign and domestic companies. The Fund's primary objective is total return through a combination of current income and capital appreciation. (Multiclass)

Team Managed

### **GAMCO Global Opportunity Fund**

Seeks to invest in common stock of companies which have rapid growth in revenues and earnings and potential for above average capital appreciation or are undervalued. The Fund's primary objective is capital appreciation. (Multiclass)

Team Managed

### **Gabelli SRI Green Fund**

Seeks to invest in common and preferred stocks meeting guidelines for social responsibility (avoiding defense contractors and manufacturers of alcohol, abortifacients, gaming, and tobacco products) and sustainability (companies engaged in climate change, energy security and independence, natural resource shortages, organic living, and urbanization). The Fund's primary objective is capital appreciation. (Multiclass)

Co-Portfolio Managers: Christopher C. Desmarais  
John M. Segrich, CFA

## SECTOR

### **GAMCO Global Telecommunications Fund**

Seeks to invest in telecommunications companies throughout the world – targeting undervalued companies with strong earnings and cash flow dynamics. The Fund's primary objective is capital appreciation. (Multiclass)

Team Managed

## GAMCO Gold Fund

Seeks to invest in a global portfolio of equity securities of gold mining and related companies. The Fund's objective is long-term capital appreciation. Investment in gold stocks is considered speculative and is affected by a variety of worldwide economic, financial, and political factors. (Multiclass)

Portfolio Manager: Caesar Bryan

## Gabelli Utilities Fund

Seeks to provide a high level of total return through a combination of capital appreciation and current income. (Multiclass)

Team Managed

## MERGER AND ARBITRAGE

### **Gabelli ABC Fund**

Seeks to invest in securities with attractive opportunities for appreciation or investment income. The Fund's primary objective is total return in various market conditions without excessive risk of capital loss. (No-load)

Portfolio Manager: Mario J. Gabelli, CFA

### **Gabelli Enterprise Mergers and Acquisitions Fund**

Seeks to invest in securities believed to be likely acquisition targets within 12–18 months or in arbitrage transactions of publicly announced mergers or other corporate reorganizations. The Fund's primary objective is capital appreciation. (Multiclass)

Portfolio Manager: Mario J. Gabelli, CFA

## CONTRARIAN

### **GAMCO Mathers Fund**

Seeks long-term capital appreciation in various market conditions without excessive risk of capital loss. (No-load)

Portfolio Manager: Henry Van der Eb, CFA

### **Comstock Capital Value Fund**

Seeks capital appreciation and current income. The Fund may use either long or short positions to achieve its objective. (Multiclass)

Portfolio Manager: Martin Weiner, CFA

## FIXED INCOME

### **GAMCO Westwood Intermediate Bond Fund**

Seeks to invest in a diversified portfolio of bonds with various maturities. The Fund's primary objective is total return. (Multiclass)

Portfolio Manager: Mark Freeman, CFA

## CASH MANAGEMENT-MONEY MARKET

### **Gabelli U.S. Treasury Money Market Fund**

Seeks to invest exclusively in short-term U.S. Treasury securities. The Fund's primary objective is to provide high current income consistent with the preservation of principal and liquidity. (No-load)

Co-Portfolio Managers: Judith A. Raneri  
Ronald S. Eaker

An investment in the above Money Market Fund is neither insured nor guaranteed by the Federal Deposit Insurance Corporation or any government agency. Although the Fund seeks to preserve the value of your investment at \$1.00 per share, it is possible to lose money by investing in the Fund.

The Funds may invest in foreign securities which involve risks not ordinarily associated with investments in domestic issues, including currency fluctuation, economic, and political risks.

To receive a prospectus, call **800-GABELLI** (422-3554). Investors should carefully consider the investment objectives, risks, charges, and expenses of the Fund before investing. The prospectus contains more information about this and other matters and should be read carefully before investing.

GAMCO Global Series Funds, Inc.  
**The GAMCO Global Growth Fund**

One Corporate Center  
Rye, New York 10580-1422

**800-GABELLI**

**800-422-3554**

**fax: 914-921-5118**

**website: [www.gabelli.com](http://www.gabelli.com)**

**e-mail: [info@gabelli.com](mailto:info@gabelli.com)**

Net Asset Value per share available daily by calling

**800-GABELLI** after 7:00 P.M.

**GAMCO**

**Board of Directors**

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

John D. Gabelli  
*Senior Vice President  
Gabelli & Company, Inc.*

E. Val Cerutti  
*Chief Executive Officer  
Cerutti Consultants, Inc.*

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

Anthony J. Colavita  
*Attorney-at-Law  
Anthony J. Colavita, P.C.*

Anthonie C. van Ekris  
*Chairman  
BALMAC International, Inc.*

Arthur V. Ferrara  
*Former Chairman and  
Chief Executive Officer  
Guardian Life Insurance  
Company of America*

Salvatore J. Zizza  
*Chairman  
Zizza & Co., Ltd.*

**Officers**

Bruce N. Alpert  
*President and Secretary*

Peter D. Goldstein  
*Chief Compliance Officer*

Agnes Mullady  
*Treasurer*

**Distributor**

Gabelli & Company, Inc.

**Custodian, Transfer Agent, and Dividend Agent**

State Street Bank and Trust Company

**Legal Counsel**

Skadden, Arps, Slate, Meagher & Flom LLP

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This report is submitted for the general information of the shareholders of The GAMCO Global Growth Fund. It is not authorized for distribution to prospective investors unless preceded or accompanied by an effective prospectus.

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GAB442Q110SC

The  
**GAMCO**  
Global  
Growth  
Fund

**SHAREHOLDER COMMENTARY**  
**MARCH 31, 2010**

# The GAMCO Global Growth Fund

## First Quarter Report – March 31, 2010

### To Our Shareholders,

For the quarter ended March 31, 2010, the net asset value (“NAV”) per share of The GAMCO Global Growth Fund’s (the “Fund”) Class AAA Shares rose 2.39%, while the Morgan Stanley Capital International All Country (“MSCI AC”) World Index and the Lipper Global Multi-Cap Core Fund Average rose 3.24% and 3.60%, respectively.



Caesar Bryan



Howard Ward

Enclosed is the investment portfolio as of March 31, 2010.

### Comparative Results

#### Average Annual Returns through March 31, 2010 (a) (Unaudited)

	Quarter	1 Year	3 Year	5 Year	10 Year	Since Inception (2/7/94)
<b>GAMCO Global Growth Fund Class AAA</b> . . . . .	2.39%	52.69%	(2.23)%	4.40%	(4.12)%	8.34%
MSCI AC World Index . . . . .	3.24	56.31	(3.84)	4.48	1.09	6.27
Lipper Global Multi-Cap Core Fund Average . . .	3.60	51.56	(5.15)	2.81	2.32	(5.03)
Class A . . . . .	2.44	52.66	(2.22)	4.41	(4.11)	8.35
Class B . . . . .	(3.45)(b)	43.88(b)	(4.13)(b)	3.18(b)	(4.67)(b)	7.95(b)
Class C . . . . .	2.23	51.51	(2.96)	3.63	(4.80)	7.86
Class I . . . . .	(2.77)(c)	46.51(c)	(3.94)(c)	3.28(c)	(4.80)	7.86
Class A Shares . . . . .	2.24	51.55	(2.95)	3.62	(4.83)	7.84
Class B Shares . . . . .	1.24(d)	50.55(d)	(2.95)	3.62	(4.83)	7.84
Class C Shares . . . . .	2.49	53.17	(2.00)	4.55	(4.05)	8.39

**In the current prospectus, the expense ratios for Class AAA, A, B, C, and I Shares are 1.97%, 1.97%, 2.72%, 2.72%, and 1.72%, respectively. Class AAA and Class I Shares do not have a sales charge. The maximum sales charge for Class A, B, and C Shares is 5.75%, 5.00%, and 1.00%, respectively.**

(a) **Returns represent past performance and do not guarantee future results.** Total returns and average annual returns reflect changes in share price and reinvestment of distributions and are net of expenses. Investment returns and the principal value of an investment will fluctuate. When shares are redeemed, they may be worth more or less than their original cost. Performance returns for periods of less than one year are not annualized. 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. **Investors should carefully consider the investment objectives, risks, charges, and expenses of the Fund before investing. The prospectus contains more information about this and other matters and should be read carefully before investing.**

The Class AAA Shares NAVs per share are used to calculate performance for the periods prior to the issuance of Class A Shares, Class B Shares, Class C Shares, and Class I Shares on March 2, 2000, May 5, 2000, March 12, 2000, and January 11, 2008, respectively. The actual performance of the Class B Shares and Class C Shares would have been lower due to the additional expenses associated with these classes of shares. The actual performance of the Class I Shares would have been higher due to lower expenses related to this class of shares. Investing in foreign securities involves risks not ordinarily associated with investments in domestic issues, including currency fluctuation, economic, and political risks. The MSCI AC World Index is an unmanaged indicator of stock market performance, while the Lipper Global Multi-Cap Core Fund Average reflects the average performance of mutual funds classified in this particular category. Dividends are considered reinvested. You cannot invest directly in an index.

(b) Includes the effect of the maximum 5.75% sales charge at the beginning of the period.

(c) Performance results include the deferred sales charges for the Class B Shares upon redemption at the end of the quarter, one year, three year, and five year periods of 5%, 5%, 3%, and 2%, respectively, of the Fund’s NAV per share at the time of purchase or sale, whichever is lower. Class B Shares are not available for new purchases.

(d) Performance results include the deferred sales charges for the Class C Shares upon redemption at the end of the quarter and one year periods of 1% of the Fund’s NAV per share at the time of purchase or sale, whichever is lower.

We have separated the portfolio manager’s 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 manager’s commentary is unrestricted. The financial statements and investment portfolio are mailed separately from the commentary. Both the commentary and the financial statements, including the portfolio of investments, will be available on our website at [www.gabelli.com/funds](http://www.gabelli.com/funds).

# The GAMCO Global Growth Fund

## Schedule of Investments — March 31, 2010 (Unaudited)

Shares	Market Value	Shares	Market Value		
<b>COMMON STOCKS — 99.7%</b>					
<b>INFORMATION TECHNOLOGY — 17.5%</b>					
10,000	\$ 353,700	40,000	Tokai Carbon Co. Ltd. . . . . \$ 232,752		
11,000	2,584,230	37,200	Vale SA, ADR . . . . . 1,197,468		
5,500	254,733	38,598	Xstrata plc† . . . . . 731,276		
20,700	538,821	<b>TOTAL MATERIALS . . . . . 10,608,393</b>			
18,000	363,780	<b>INDUSTRIALS — 13.8%</b>			
10,000	282,000	15,000	ABB Ltd., ADR . . . . . 327,600		
3,300	1,871,133	6,000	Bouygues SA . . . . . 301,629		
13,000	289,380	6,500	Cummins Inc. . . . . 402,675		
4,300	551,475	7,500	Eaton Corp. . . . . 568,275		
3,400	812,451	7,000	Emerson Electric Co. . . . . 352,380		
2,700	685,800	3,700	Fanuc Ltd. . . . . 392,598		
36,000	1,053,720	4,000	Flowserve Corp. . . . . 441,080		
22,000	923,780	14,000	ITT Corp. . . . . 750,540		
4,700	347,565	39,000	Jardine Matheson Holdings Ltd. . . . . 1,298,700		
10,000	287,200	7,000	Joy Global Inc. . . . . 396,200		
10,000	910,300	13,000	Komatsu Ltd. . . . . 272,543		
	<b>12,110,068</b>	10,000	PACCAR Inc. . . . . 433,400		
<b>TOTAL INFORMATION TECHNOLOGY . . . . . 12,110,068</b>					
<b>ENERGY — 17.0%</b>					
12,000	873,960	3,400	Precision Castparts Corp. . . . . 430,814		
12,500	1,268,750	6,000	Rockwell Collins Inc. . . . . 375,540		
11,000	260,040	45,000	Rolls-Royce Group plc† . . . . . 406,651		
13,672	880,887	5,000	Secom Co. Ltd. . . . . 218,740		
5,000	464,700	7,000	Siemens AG . . . . . 701,059		
23,500	1,469,925	3,000	SMA Solar Technology AG . . . . . 367,717		
7,000	393,330	7,000	United Technologies Corp. . . . . 515,270		
7,000	292,740	11,000	Vestas Wind Systems A/S† . . . . . 597,718		
14,000	1,183,560	<b>TOTAL INDUSTRIALS . . . . . 9,551,129</b>			
37,000	1,464,830	<b>FINANCIALS — 9.8%</b>			
10,000	386,963	100,000	Cheung Kong (Holdings) Ltd. . . . . 1,287,954		
21,000	855,120	1,533	China Life Insurance Co. Ltd., ADR . . . . . 110,437		
11,897	1,027,663	10,000	Julius Baer Group Ltd. . . . . 362,766		
19,700	918,611	13,000	Northern Trust Corp. . . . . 718,380		
	<b>11,741,079</b>	17,300	Schroders plc . . . . . 369,375		
<b>TOTAL ENERGY . . . . . 11,741,079</b>					
<b>MATERIALS — 15.3%</b>					
28,200	1,569,894	40,000	Standard Chartered plc . . . . . 1,091,080		
6,950	303,109	5,000	State Street Corp. . . . . 225,700		
6,000	205,773	75,000	Sun Hung Kai Properties Ltd. . . . . 1,128,248		
13,300	1,111,082	66,000	Swire Pacific Ltd., Cl. A . . . . . 793,947		
15,000	558,300	39,000	The Charles Schwab Corp. . . . . 728,910		
14,666	453,569	<b>TOTAL FINANCIALS . . . . . 6,816,797</b>			
5,500	392,810	<b>HEALTH CARE — 9.8%</b>			
8,800	448,184	10,700	Abbott Laboratories . . . . . 563,676		
9,000	1,074,150	15,000	Baxter International Inc. . . . . 873,000		
6,300	373,327	6,200	Becton, Dickinson and Co. . . . . 488,126		
4,800	1,136,304	6,000	Celgene Corp.† . . . . . 371,760		
13,500	820,395	8,300	Gilead Sciences Inc.† . . . . . 377,484		
		6,600	Hisamitsu Pharmaceutical Co. Inc. . . . . 245,320		
		1,000	Novo Nordisk A/S, ADR . . . . . 77,120		
		6,000	Novo Nordisk A/S, Cl. B . . . . . 465,583		

See accompanying notes to schedule of investments.

# The GAMCO Global Growth Fund

## Schedule of Investments (Continued) — March 31, 2010 (Unaudited)

Shares	Market Value	Principal Amount	Market Value
<b>COMMON STOCKS (Continued)</b>			
<b>HEALTH CARE (Continued)</b>			
2,600	Roche Holding AG	\$ 421,662	
12,400	St. Jude Medical Inc.†	509,020	
6,300	Stryker Corp.	360,486	
4,400	Takeda Pharmaceutical Co. Ltd.	193,668	
21,000	Teva Pharmaceutical Industries Ltd., ADR	1,324,680	
9,000	Varian Medical Systems Inc.†	497,970	
	<b>TOTAL HEALTH CARE</b>	<u>6,769,555</u>	
<b>CONSUMER STAPLES — 9.4%</b>			
7,000	Colgate-Palmolive Co.	596,820	
6,300	Costco Wholesale Corp.	376,173	
8,371	Danone	504,263	
35,000	Davide Campari - Milano SpA	374,166	
21,500	Diageo plc	360,846	
14,400	Nestlé SA	737,481	
6,000	Nestlé SA, ADR	307,200	
6,600	PepsiCo Inc.	436,656	
4,456	Pernod-Ricard SA	378,385	
46,000	Tesco plc	303,965	
14,000	The Coca-Cola Co.	770,000	
12,500	The Procter & Gamble Co.	790,875	
21,100	Woolworths Ltd.	542,148	
	<b>TOTAL CONSUMER STAPLES</b>	<u>6,478,978</u>	
<b>CONSUMER DISCRETIONARY — 7.1%</b>			
2,300	Amazon.com Inc.†	312,179	
25,000	British Sky Broadcasting Group plc	228,383	
4,000	Christian Dior SA	426,700	
6,000	Coach Inc.	237,120	
10,314	Compagnie Financiere Richemont SA, Cl. A	399,394	
7,650	Hennes & Mauritz AB, Cl. B	496,997	
12,000	Johnson Controls Inc.	395,880	
10,000	Next plc	328,386	
5,000	NIKE Inc., Cl. B	367,500	
13,000	Nikon Corp.	283,806	
3,500	Polo Ralph Lauren Corp.	297,640	
8,000	The Swatch Group AG	475,721	
7,000	Tiffany & Co.	332,430	
10,500	Under Armour Inc., Cl. A†	308,805	
	<b>TOTAL CONSUMER DISCRETIONARY</b>	<u>4,890,941</u>	
	<b>TOTAL COMMON STOCKS</b>	<u>68,966,940</u>	
	<b>U.S. GOVERNMENT OBLIGATIONS — 0.3%</b>		
	<b>U.S. TREASURY CASH MANAGEMENT BILLS — 0.3%</b>		
	U.S. Treasury Cash Management Bills, 0.142% to 0.147%††, 06/10/10 to 06/17/10	\$ 219,940	
	<b>TOTAL U.S. GOVERNMENT OBLIGATIONS</b>	<u>219,940</u>	
	<b>TOTAL INVESTMENTS — 100.0%</b>		
	(Cost \$60,224,548)	\$ 69,186,880	
	Aggregate book cost	\$ 60,224,548	
	Gross unrealized appreciation	\$ 11,709,743	
	Gross unrealized depreciation	(2,747,411)	
	Net unrealized appreciation/depreciation	<u>\$ 8,962,332</u>	
	† Non-income producing security.		
	†† Represents annualized yield at date of purchase.		
	ADR American Depository Receipt		
	<b>Geographic Diversification</b>		
	North America	59.9%	\$41,409,287
	Europe	24.6	17,047,251
	Asia/Pacific	7.5	5,161,434
	Japan	4.2	2,906,610
	Latin America	3.8	2,662,298
		<u>100.0%</u>	<u>\$69,186,880</u>

See accompanying notes to schedule of investments.

# The GAMCO Global Growth Fund

## Notes to Schedule of Investments (Unaudited)

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**1. Security Valuation.** Portfolio securities listed or traded on a nationally recognized securities exchange or traded in the United States of America 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. Futures contracts are valued at the closing settlement price of the exchange or board of trade on which the applicable contract is traded.

Securities and assets for which market quotations are not readily available are fair valued as determined by the Board.

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 Fund's determinations as to the fair value of investments).

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 by inputs used to value the Fund's investments as of March 31, 2010 is as follows:

<u>Valuation Inputs</u>	<u>Investments in Securities (Market Value) Assets</u>
Level 1 – Quoted Prices*	\$68,966,940
Level 2 – Other Significant Observable Inputs*	219,940
Total	<u>\$69,186,880</u>

\* Portfolio holdings designated in Level 1 and Level 2 are disclosed individually in the Schedule of Investments ("SOI"). Level 2 consists of U.S. Government Obligations. Please refer to the SOI for the industry classifications of these portfolio holdings.

## The GAMCO Global Growth Fund

### Notes to Schedule of Investments (Continued) (Unaudited)

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The market value of Level 2 investments at December 31, 2009 was \$21,081,127. \$19,246,786 was transferred out of Level 2 at March 31, 2010 as a result of not using third-party vendor modeling tools to reflect lack of significant market movements between the time at which the Fund valued its securities and the earlier closing of foreign markets.

There were no Level 3 investments held at March 31, 2010 or December 31, 2009.

**2. Derivative Financial Instruments.** The Fund may engage in various portfolio investment strategies by investing in a number of derivative financial instruments for the purpose of 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.

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

There are several risks in connection with the use of futures contracts as a hedging instrument. The change in value of futures contracts primarily corresponds with the value of their underlying instruments, which may not correlate with the change in value of the hedged investments. In addition, there is the risk that the Fund may not be able to enter into a closing transaction because of an illiquid secondary market. During the quarter ended March 31, 2010, the Fund had no investments in futures contracts.

**Forward Foreign Exchange Contracts.** The Fund may engage in forward foreign exchange contracts for the purpose of hedging a specific transaction with respect to either the currency in which the transaction is denominated or another currency as deemed appropriate by the Adviser. Forward foreign exchange contracts are valued at the forward rate and are marked-to-market daily. The change in market value is included in unrealized appreciation/depreciation on investments and foreign currency translations. When the contract is closed, the Fund records a realized gain or loss equal to the difference between the value of the contract at the time it was opened and the value at the time it was closed.

## The GAMCO Global Growth Fund

### Notes to Schedule of Investments (Continued) (Unaudited)

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The use of forward foreign exchange contracts does not eliminate fluctuations in the underlying prices of the Fund's portfolio securities, but it does establish a rate of exchange that can be achieved in the future. Although forward foreign exchange contracts limit the risk of loss due to a decline in the value of the hedged currency, they also limit any potential gain that might result should the value of the currency increase. In addition, the Fund could be exposed to risks if the counterparties to the contracts are unable to meet the terms of their contracts. During the quarter ended March 31, 2010, the Fund had no investments in forward foreign exchange contracts.

**3. Tax Information.** At December 31, 2009, the Fund had net capital loss carryforwards for federal income tax purposes of \$44,246,325, which are available to reduce future required distributions of net capital gains to shareholders. \$39,969,418 is available through 2010; \$1,279,768 is available through 2011; \$1,126,497 is available through 2016; and \$1,870,642 is available through 2017.

## Gabelli/GAMCO Funds and Your Personal Privacy

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### Who are we?

The Gabelli/GAMCO Funds are investment companies registered with the Securities and Exchange Commission under the Investment Company Act of 1940. We are managed by Gabelli Funds, LLC or Teton Advisors, Inc., which are affiliated with GAMCO Investors, Inc. GAMCO Investors, Inc. is a publicly held company that has subsidiaries that provide investment advisory or brokerage services for a variety of clients. Teton Advisors, Inc. is a publicly held company that provides investment advisory services to the GAMCO Westwood Funds.

### What kind of non-public information do we collect about you if you become a shareholder?

If you apply to open an account directly with us, you will be giving us some non-public information about yourself. The non-public information we collect about you is:

- *Information you give us on your application form.* This could include your name, address, telephone number, social security number, bank account number, and other information.
- *Information about your transactions with us, any transactions with our affiliates, and transactions with the entities we hire to provide services to you.* This would include information about the shares that you buy or redeem. If we hire someone else to provide services—like a transfer agent—we will also have information about the transactions that you conduct through them.

### What information do we disclose and to whom do we disclose it?

We do not disclose any non-public personal information about our customers or former customers to anyone other than our affiliates, our service providers who need to know such information, and as otherwise permitted by law. If you want to find out what the law permits, you can read the privacy rules adopted by the Securities and Exchange Commission. They are in volume 17 of the Code of Federal Regulations, Part 248. The Commission often posts information about its regulations on its website, [www.sec.gov](http://www.sec.gov).

### What do we do to protect your personal information?

We restrict access to non-public personal information about you to the people who need to know that information in order to provide services to you or the Fund and to ensure that we are complying with the laws governing the securities business. We maintain physical, electronic, and procedural safeguards to keep your personal information confidential.

GAMCO Global Series Funds, Inc.  
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**800-GABELLI** after 7:00 P.M.

**GAMCO**

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**Custodian, Transfer Agent, and Dividend Agent**

State Street Bank and Trust Company

**Legal Counsel**

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This report is submitted for the general information of the shareholders of The GAMCO Global Growth Fund. It is not authorized for distribution to prospective investors unless preceded or accompanied by an effective prospectus.

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**The  
GAMCO  
Global  
Growth  
Fund**

**FIRST QUARTER REPORT  
MARCH 31, 2010**