

The Gabelli ABC Fund

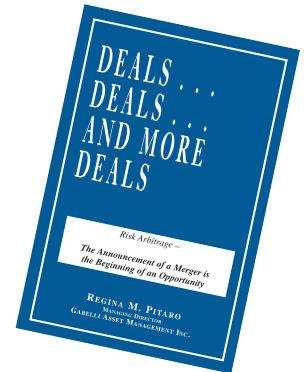
Merger and Arbitrage – “The Deal Fund”

Shareholder Commentary
September 30, 2014



Mario J. Gabelli, CFA
Portfolio Manager

*“Give a man a fish and you feed him for a day.
Teach him how to arbitrage and you feed him forever.”*
– Warren Buffett



To Our Shareholders,

For the quarter ended September 30, 2014, the net asset value (“NAV”) per Class AAA Share of The Gabelli ABC Fund decreased 0.6% compared with a decrease of 1.5% for the Standard & Poor’s (“S&P”) Long-Only Merger Arbitrage Index. The performance of the Bank of America Merrill Lynch 3 Month U.S. Treasury Bill Index for the quarter was 0.01%. See page 2 for additional performance information.

Deal Environment and Outlook

In the third quarter of 2014, global deal volumes rose 26.3% to \$888 billion compared with the same period last year.¹ Year to date, deal volumes totaled \$2.7 trillion. Announced deals greater than \$5 billion remained prevalent, with twenty-nine deals in excess of \$5 billion announced in each of the past two quarters.² Only at the peak of the market in the fourth quarter of 2006 and second quarter of 2007 were there this many sizable deals. As in the first half of the year, hostile deals continue to contribute to the increase in worldwide mergers and acquisitions (“M&A”) volume and, for the second straight quarter, they accounted for 8% of merger activity.³ Hostile and unsolicited bids are now at their highest level since 2001.

Geographically, cross border M&A increased to \$1.1 trillion through the first three quarters of 2014, up from \$488 billion over the same span last year. Cross border M&A accounted for 40% of global volume year to date. European M&A continues to be strong and volumes there reached \$693.7 billion during the first nine months of 2014, 81% greater than the same period in 2013. The Americas remained robust with a 58.4% increase in deal volume over the first three quarters of 2013. In addition, Asia Pacific deal volumes increased to \$492.9 billion, the strongest period for deal making on record for the region.

On a sector specific basis, energy and power was the most active industry, accounting for 14.8% of global M&A activity. Healthcare was the second at 14%, followed by media and entertainment with 10.1%.

¹Thomson Reuters M & A Review – First Nine Months 2014

² Bloomberg Brief: Mergers – October 6, 2014

³Thomson Reuters, loc. cit.

Average Annual Returns through September 30, 2014 (a)

	<u>Quarter</u>	<u>1 Year</u>	<u>5 Year</u>	<u>10 Year</u>	Since Inception (5/14/93)
AAA Shares (GABCX)	(0.58)%	1.75%	3.57%	4.51%	6.15%
Advisor Shares (GADVX)	(0.68)	1.49	3.30	4.31	6.06
S&P Long-Only Merger Arbitrage Index	(1.47)	1.02	4.12	N/A(b)	N/A(b)
Lipper U.S. Treasury Money Market Fund Average	0.00	0.00	0.01	1.26	2.46(c)
Bank of America Merrill Lynch 3 Month U.S. Treasury Bill Index	0.01	0.05	0.10	1.59	2.94
S&P 500 Index	1.13	19.73	15.70	8.11	9.39(c)

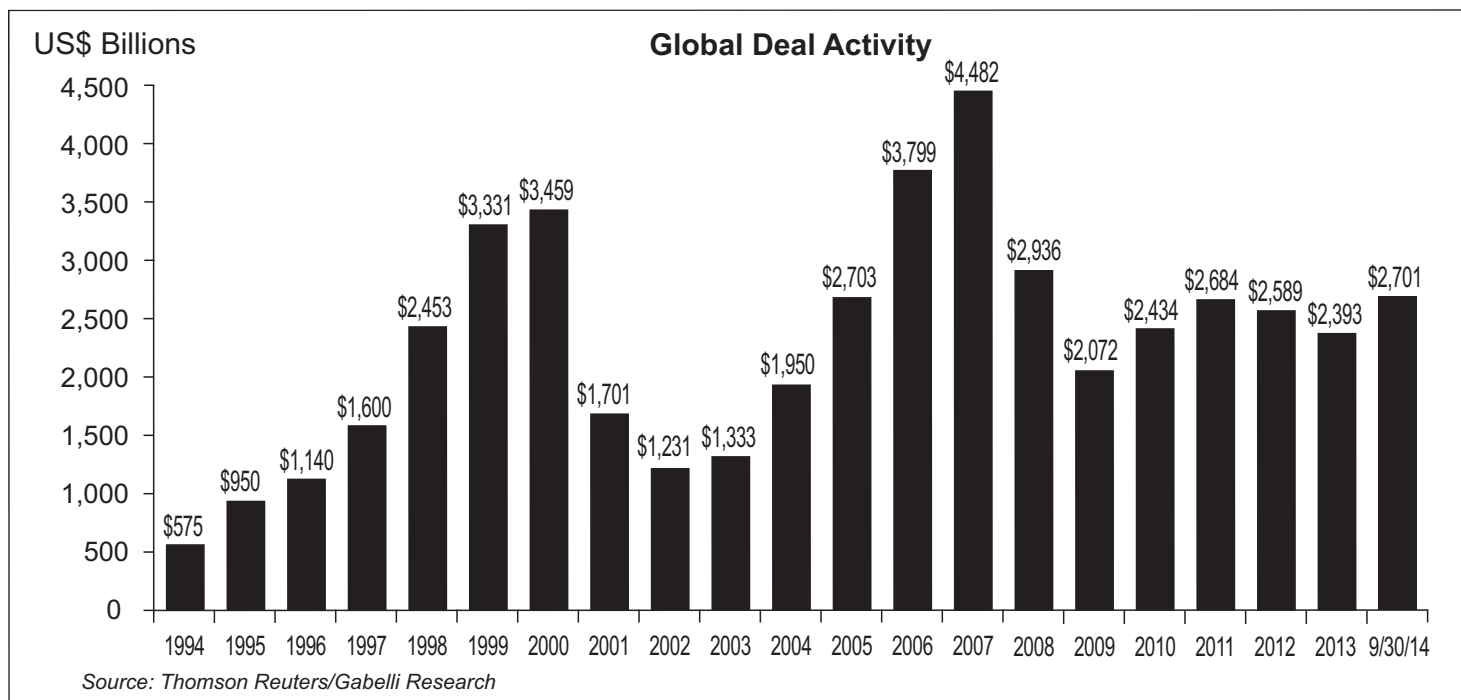
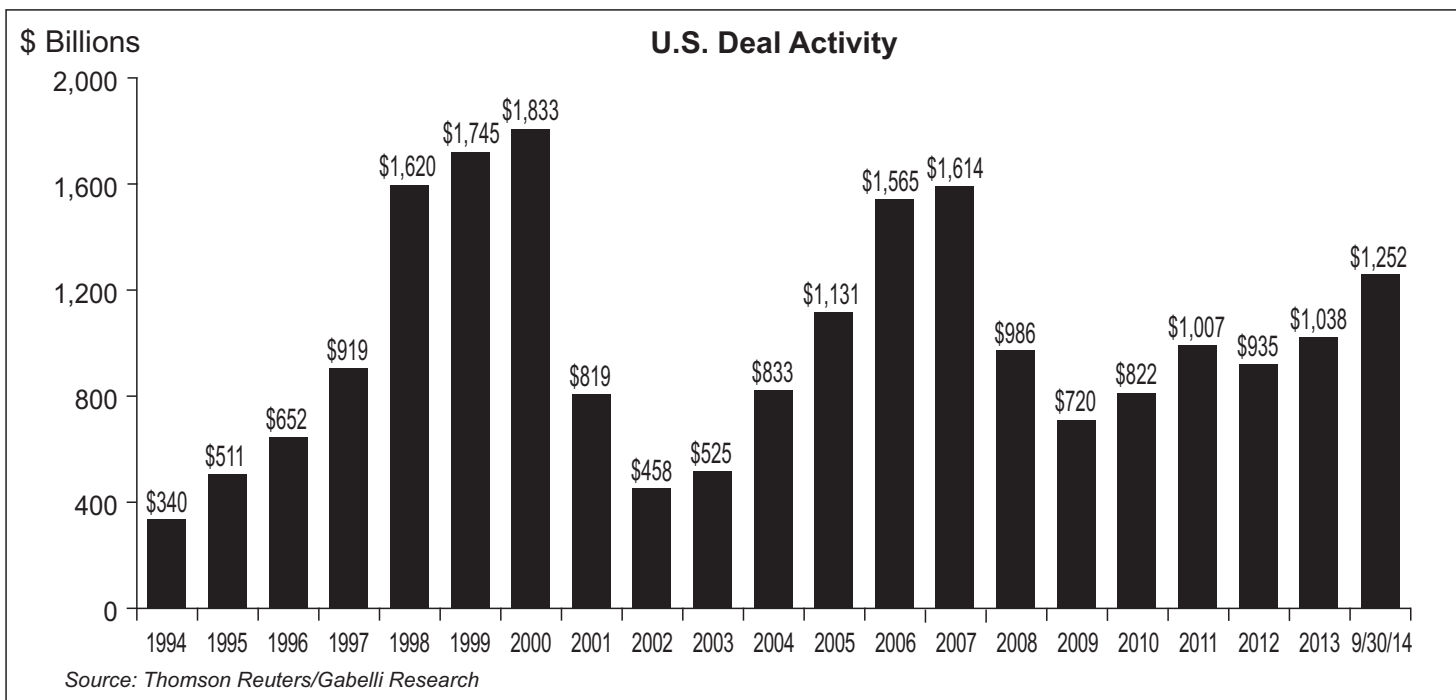
In the current prospectuses dated April 30, 2014, the expense ratios for the Class AAA and the Advisor Class Shares, are 0.58% and 0.83%, respectively. The Fund does not have a sales charge.

(a) *Returns represent past performance and do not guarantee future results. Total returns and average annual returns reflect changes in share price, 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 for performance information as of the most recent month end. Returns would have been lower had Gabelli Funds, LLC (the "Adviser") not reimbursed certain expenses of the Fund for periods prior to December 31, 2007. The Fund imposes a 2% redemption fee on shares sold or exchanged within seven days after the date of purchase. 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 prospectuses contain information about these and other matters and should be read carefully before investing. To obtain a prospectus please visit our website at www.gabelli.com. The S&P Long-Only Merger Arbitrage Index is comprised of a maximum of 40 large and liquid stocks that are active targets in pending merger deals. The Lipper U.S. Treasury Money Market Fund Average reflects the average performance of mutual funds classified in this particular category. The Bank of America Merrill Lynch 3 Month U.S. Treasury Bill Index is comprised of a single issue purchased at the beginning of the month and held for a full month. At the end of the month, that issue is sold and rolled into the outstanding Treasury Bill that matures closest to, but not beyond three months from the rebalancing date. To qualify for selection, an issue must have settled on or before the rebalancing (month end) date. The S&P 500 Index is a market capitalization weighted index of 500 large capitalization stocks commonly used to represent the U.S. equity market. Dividends are considered reinvested except for the Bank of America Merrill Lynch 3 Month U.S. Treasury Bill Index. You cannot invest directly in an index. The Class AAA Share NAVs are used to calculate performance for the periods prior to the issuance of the Advisor Class Shares on May 1, 2007. The actual performance of the Advisor Class Shares would have been lower due to the additional expenses associated with this class of shares.*

(b) S&P Long-Only Merger Arbitrage Index inception date is January 17, 2008.

(c) S&P 500 Index and the Lipper U.S. Treasury Money Market Fund Average since inception performance are as of April 30, 1993.

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. Both the commentary and the financial statements, including the portfolio of investments, are available on our website at www.gabelli.com.



Deal volumes thus far in 2014 have already exceeded full year 2013 figures. M&A remains quite strong, as the ingredients for deal making (i.e. low interest rates, high corporate cash on balance sheets, improved corporate confidence) continue to be present in the market. As the Federal Reserve considers raising interest rates, it is once again important to reiterate that, historically, the spreads of deals are positively correlated with the risk free rate. The Fund should continue to benefit from the high levels of M&A in the markets.

Closed Deals

Caracal Energy Inc. is an exploration and production company with operations in the Republic of Chad, Africa. On April 14, 2014, the global natural resources firm Glencore Xstrata plc announced that it would acquire Caracal for £5.50 cash per share. The two firms already had agreements in place in which Glencore had a working interest in Caracal's assets. The £1 billion merger was completed on July 8, 2014 after receiving shareholder and regulatory approvals. The Fund earned a 21% return.

Hillshire Brands Co., formerly known as Sara Lee Corp., completed the spin-off of D.E Master Blenders 1753 and paid a \$3 cash dividend to shareholders on June 28, 2012. As a result, shareholders received one share of the North American meat company, renamed Hillshire Brands (HSH), which subsequently underwent a reverse split of 1 for 5. Hillshire Brands is a concentrated meat and bakery business in the U.S. generating an estimated \$4 billion of revenue. It is the leading player in categories such as protein breakfast, breakfast sausages, and hot dogs under the Jimmy Dean, Hillshire Farm, and Ball Park brands. On July 2, 2014, following a bidding war between Tyson Foods (TSN) and Pilgrim's Pride (PPC) and the termination of the Hillshire agreement to acquire Pinnacle Foods (PF) (less than 0.1% of net assets as of September 30, 2014), which was previously announced on May 12, 2014, Hillshire announced that it had received a \$63 cash tender offer from Tyson Foods. The deal valued Hillshire Brands at \$8.6 billion. The deal closed on August 28, 2014 after receiving the necessary regulatory approvals and the successful completion of the tender offer. The Fund earned a 30.9% return.

Hittite Microwave Corp. is a manufacturer of radio frequency and microwave technology located in Chelmsford, Massachusetts. On June 9, 2014, Analog Devices, Inc., a neighboring manufacturer of signal processing technology based in Norwood, Massachusetts, offered \$78 cash to acquire the company. The deal was completed on July 22, 2014 after the tender offer concluded successfully and regulatory approvals were received in the U.S. and Germany. The Fund earned a 2.5% return.

InterMune Inc. is a California based biotechnology company focused on the research, development, and commercialization of innovative therapies in pulmonology and orphan fibrotic diseases. On August 24, 2014, InterMune received a \$74 cash per share tender offer from Swiss pharmaceuticals company Roche Holding AG, valuing the company at \$8.3 billion. The offer was conditioned on tender acceptance of a majority of InterMune's outstanding shares. The offer successfully concluded on September 29, 2014. The Fund earned a 13.2% return.

OpenTable Inc. is a San Francisco based provider of online restaurant reservations for approximately 32,000 restaurants. On June 13, 2014, the company received a \$103 cash tender offer from online travel company The Priceline Group Inc. valuing OpenTable at \$2.6 billion. The offer was conditioned upon the tender acceptance of a majority of OpenTable's outstanding shares. The offer successfully concluded on July 24, 2014. The Fund earned a 6.6% return.

Susser Holdings Corp. is an operator of convenience stores and one of the largest motor fuel distributors in Texas. Susser operates 640 convenience stores in Texas, New Mexico, and Oklahoma. On April 28, 2014, Susser entered into a merger agreement with Energy Transfer Partners (ETP), a Master Limited Partnership with a diversified portfolio of energy assets, valuing Susser at \$1.8 billion. Susser shareholders could elect to receive either \$80.25 in cash or 1.4506 ETP common units, or a combination of both (subject to proration). The transaction was successfully completed on August 29, 2014 after obtaining antitrust approval as well as a positive vote by Susser shareholders. The Fund earned a 15% return.

UNS Energy Corp. is a gas and electric utility based in Tucson, Arizona. On December 11, 2013, the company announced that it was being acquired by Fortis, the distribution utility based in Newfoundland, Canada. Fortis, which is continuing to consolidate American utilities, paid \$60.25 cash per share in this \$4.3 billion merger. In addition, UNS shareholders received dividends through the close of the deal, including pro-rated dividends. The deal closed on August 15, 2014 after receiving shareholder and regulatory approvals. The Fund earned a 5.5% return.

Deals in the Pipeline

Bally Technologies Inc. (1.4% of net assets as of September 30, 2014) (BYI - \$80.70 - NYSE) is a Las Vegas, Nevada based designer and manufacturer of gaming machines and casino management systems. On August 1, 2014, the company received an \$83.30 cash merger offer from New York based Scientific Games, a lottery operator and gaming machines manufacturer. The deal, which is one of several recently announced in the industry, values Bally Technologies at \$5.1 billion and requires a positive vote by the majority of Bally's shareholders as well as approval from several gaming commissions in the U.S. The transaction already received U.S. antitrust clearance and is expected to close by year end.

Einstein Noah Restaurant Group Inc. (0.3%) (BAGL - \$20.16 - NASDAQ) is a Colorado based owner/operator, franchisor, and licensor of bagel specialty restaurants in the U.S. On September 29, 2014, Einstein Noah announced a definitive agreement to be acquired by private investment firm JAB Holding Co. through a \$20.25 per share cash tender offer. The offer is conditioned on a minimum tender of at least a majority of Einstein Noah's outstanding shares. Greenlight Capital, which owns 37% of Einstein Noah, has agreed to tender its shares in support of the transaction. The deal is expected to close by year end.

International Game Technology (1.5%) (IGT - \$16.87 - NYSE), based in Las Vegas, Nevada, is a global leader in the design and manufacturing of gaming equipment and related services. The company confirmed on June 16, 2014 that it was in the process of evaluating strategic alternatives. On July 16, 2014, the company entered into a merger agreement with lottery industry leader GTECH SpA for a cash and stock consideration of \$18.25 per share. The deal values International Game Technology at \$6.4 billion. The transaction is subject to shareholder approvals at both companies and approval from gaming commissions in twenty-three jurisdictions, four of which have already approved the deal. The transaction has received U.S. antitrust clearance and is expected to close by the first half of 2015.

Jazztel plc (1.1%) (JAZ - \$16.19 - Madrid Stock Exchange) is a Spain based telecommunications service provider offering landline, fixed broadband, and mobile telephony services. On September 15, 2014, the company received a €13 per share cash tender offer from France based telecommunications provider Orange SA. The deal, which values Jazztel at €3.3 billion, is subject to regulatory approval and a majority of the minority shareholders must tender. The transaction is expected to close in the first half of 2015.

Kodiak Oil & Gas Corp. (0.8%) (KOG - \$13.57 - NYSE) is an exploration and production company with reserves and operations concentrated in the Williston Basin of North Dakota. On July 13, 2014, the company entered into an all-stock merger agreement with competitor Whiting Petroleum Corp, valuing the company at \$6 billion. The consideration is 0.177 shares of Whiting stock for each share of Kodiak Oil & Gas. The transaction is expected to close in the fourth quarter of 2014 after receiving shareholder approvals.

LIN Media LLC (0.3%) (LIN - \$22.20 - NYSE) is a Providence, Rhode Island based multimedia company with forty-three television stations and seven digital channels in over twenty U.S. markets. On March 21, 2014, Media General Inc., another broadcasting company, announced that it would acquire LIN in a \$2.6 billion merger. Each shareholder of LIN can elect to receive \$27.82 in cash or 1.5762 shares of the new holding company, subject to proration. On August 20, 2014, LIN and Media General announced an amendment to the merger agreement, which reduced the merger consideration to either \$25.97 in cash or 1.4714 shares of the new holding company, after an affiliation change occurred at one of LIN's stations in August. The companies also announced the planned divestitures of stations in five markets to comply with regulatory rules. The deal is expected to close by late 2014 after both companies receive shareholder and U.S. regulatory approvals.

Measurement Specialties, Inc. (0.7%) (MEAS - \$85.61 - NASDAQ) is a designer and manufacturer of sensors and sensor-based systems located in Hampton, Virginia. The company received an \$86 cash merger offer from data connectivity and power flow leader TE Connectivity Ltd. (formerly Tyco Electronics) on June 18, 2014, valuing the company at about \$1.7 billion. On August 26, 2014, Measurement Specialties shareholders approved the deal. The deal is expected to close by the end of this year after approval of the transaction by several regulatory authorities.

Nobel Biocare Holding AG (2.5%) (NOBN SW - \$17.75 - SIX Swiss Exchange), based in Zurich, Switzerland, is a manufacturer of premium dental implants and related equipment. On July 29, 2014, Nobel Biocare confirmed that it was in preliminary discussions with third parties that had expressed interest in acquiring the company. On September 15, 2014, an official deal was disclosed with Washington, D.C. based Danaher, a leading industrial company with exposure to the medical device industry. Nobel Biocare shareholders will receive 17.10 Swiss Francs for each of their shares in a tender offer, which is expected to close on November 14. The transaction is expected to close by the end of 2014 pending regulatory approval in the U.S. and Switzerland.

TRW Automotive Holdings Corp. (2.7%) (TRW - \$101.30 - NYSE) is a Michigan based supplier of automotive systems and components with a focus on active and passive safety applications. On July 10, 2014, TRW was the subject of speculation, later confirmed by the company, regarding a possible transaction with ZF Friedrichshafen AG of Germany. After months of negotiations and the divestiture of a joint venture by ZF to facilitate the transaction, a \$105.60 per share cash merger deal was announced on September 15, 2014. The merger is subject to approval from a majority of TRW's shareholders as well as antitrust approvals in several jurisdictions. The deal is also subject to the Committee on Foreign Investment in the United States (CFIUS) review and is expected to close by the first half of 2015.

October 8, 2014

Top Ten Holdings (Percent of Net Assets)
September 30, 2014

Protective Life Corp. 3.3%	Athlon Energy Inc. 2.1%
Concur Technologies Inc. 3.1%	International Rectifier Corp. 2.0%
TW Telecom Inc. 3.1%	Zale Corp. 2.0%
TRW Automotive Holdings Corp. 2.7%	Sigma-Aldrich Corp. 1.9%
Nobel Biocare Holding AG 2.5%	Safeway Inc. 1.8%

Note: The views expressed in this Shareholder Commentary reflect those of the Portfolio Manager only through the end of the period stated in this Shareholder Commentary. The Portfolio Manager's views are subject to change at any time based on market and other conditions. The information in this Portfolio Manager's Shareholder Commentary represents the opinions of the individual Portfolio Manager 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 Manager 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.

FOR THE BENEFICIAL OWNERS

The Gabelli ABC Fund remains open to new investors with the following characteristics:

Direct Ownership – Class AAA (GBCX)

- Purchases may be made through G.distributors, LLC or directly through the Fund's Transfer Agent or through brokers that have entered into selling agreements specifically with respect to Class AAA Shares; and
- The minimum *initial* investment is \$10,000; and
- Investment accounts must be registered in the beneficial owner's name; and
- The Fund may involuntarily redeem shares through brokers or financial consultants in omnibus and individual accounts where the beneficial owner is not disclosed.

Ownership Through Intermediaries – Advisor Class (GADVX)

- The Advisor Share Class is available through brokers or financial intermediaries that have entered into selling agreements with G.distributors, LLC, specifically with respect to this share class; and
- The minimum *initial* investment is \$10,000.

www.gabelli.com

Please visit us on the Internet. Our homepage at 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. We welcome your comments and questions via e-mail at info@gabelli.com.

The Fund's daily NAV is available in the financial press and each evening after 7:00 PM (Eastern Time) by calling 800-GABELLI (800-422-3554). Please call us during the business day, between 8:00 AM – 7:00 PM (Eastern Time), for further information.

You may sign up for our e-mail alerts at 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 mutual funds can elect to receive their Annual and Semiannual 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.

Portfolio Manager Biography

Mario J. Gabelli, CFA, is Chairman and Chief Executive Officer of GAMCO Investors, Inc. that he founded in 1977 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.

THE GABELLI ABC FUND

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GABELLI.COM

Net Asset Value per share available daily
by calling 800-GABELLI after 7:00 P.M.

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Anthony J. Colavita, P.C.

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KeySpan Corp.

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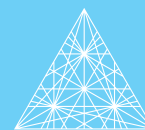
State Street Bank and Trust
Company

LEGAL COUNSEL

Skadden, Arps, Slate, Meagher &
Flom LLP

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

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GABELLI
FUNDS

THE GABELLI ABC FUND

Shareholder Commentary
September 30, 2014

The Gabelli ABC Fund

Third Quarter Report — September 30, 2014



Mario J. Gabelli, CFA
Portfolio Manager

To Our Shareholders,

For the quarter ended September 30, 2014, the net asset value (“NAV”) per Class AAA Share of The Gabelli ABC Fund decreased 0.6% compared with a decrease of 1.5% for the Standard & Poor’s (“S&P”) Long-Only Merger Arbitrage Index. The performance of the Bank of America Merrill Lynch 3 Month U.S. Treasury Bill Index for the quarter was 0.01%. See below for additional performance information.

Enclosed is the schedule of investments as of September 30, 2014.

Comparative Results

<u>Average Annual Returns through September 30, 2014 (a) (Unaudited)</u>					Since Inception 5/14/93
	<u>Quarter</u>	<u>1 Year</u>	<u>5 Year</u>	<u>10 Year</u>	
AAA Shares (GABCX)	(0.58)%	1.75%	3.57%	4.51%	6.15%
Advisor Shares (GADVX)	(0.68)	1.49	3.30	4.31	6.06
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Lipper U.S. Treasury Money Market Fund Average	0.00	0.00	0.01	1.26	2.46(c)
Bank of America Merrill Lynch 3 Month U.S. Treasury Bill Index	0.01	0.05	0.10	1.59	2.94
S&P 500 Index	1.13	19.73	15.70	8.11	9.39(c)

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(b) S&P Long-Only Merger Arbitrage Index inception date is January 17, 2008.

(c) Lipper U.S. Treasury Money Market Fund Average and the S&P 500 Index since inception performance are as of April 30, 1993.

The Gabelli ABC Fund

Schedule of Investments — September 30, 2014 (Unaudited)

Shares	Market Value	Shares	Market Value
COMMON STOCKS — 54.5%			
Aerospace — 0.2%			
30,000	B/E Aerospace Inc.† \$ 2,518,200	18,000	Yahoo! Inc.†..... \$ 733,500
Automotive: Parts and Accessories — 3.0%		Consumer Products — 0.7%	
135,084	Cooper Tire & Rubber Co..... 3,876,911	45,000	Avon Products Inc. 567,000
987	Strattec Security Corp..... 80,292	42,000	Blyth Inc..... 341,040
100,000	The Pep Boys - Manny, Moe & Jack† 891,000	420,000	Indesit Co. SpA†..... 5,665,568
360,000	TRW Automotive Holdings Corp.†..... 36,450,000	55,000	Lorillard Inc..... 3,295,050
	<u>41,298,203</u>		<u>9,868,658</u>
Broadcasting — 0.3%		Consumer Services — 0.0%	
8,500	Cogeco Inc..... 412,117	100,000	Corinthian Colleges Inc.†..... 11,050
151,629	LIN Media LLC, Cl. A†..... 3,366,164	1,000	Liberty Interactive Corp., Cl. A† 28,520
4,000	Salem Communications Corp., Cl. A 30,440	404	Liberty TripAdvisor Holdings Inc., Cl. A†..... 13,696
	<u>3,808,721</u>	404	Liberty Ventures, Cl. A† 15,336
			<u>68,602</u>
Building and Construction — 1.4%		Diversified Industrial — 0.4%	
500	Balfour Beatty plc..... 1,529	10,000	Fortune Brands Home & Security Inc. 411,100
329,360	Lennar Corp., Cl. B..... 10,559,282	5,000	Foster Wheeler AG 158,100
165,000	URS Corp..... 9,505,650	10,000	Impreglon SE..... 180,680
	<u>20,066,461</u>	30,000	Katy Industries Inc.†..... 42,300
Business Services — 3.5%		1,000	MOCON Inc. 14,930
90,000	Blackhawk Network Holdings Inc., Cl. B† 2,907,000	40,000	Myers Industries Inc. 705,600
330,000	Concur Technologies Inc.† 41,850,600	60,000	Tyco International Ltd. 2,674,200
18,000	Conversant Inc.†..... 616,500	16,000	Wartsila OYJ Abp 716,002
40,000	Diebold Inc. 1,412,800		<u>4,902,912</u>
85,042	Global Sources Ltd.†..... 570,632	Electronics — 1.7%	
20,000	GrainCorp Ltd., Cl. A 149,719	70,000	Alliance Semiconductor Corp.†..... 56,000
500	PubliGroupe AG 109,982	5,000	Cobra Electronics Corp.†..... 21,400
12,000	The Brink's Co. 288,480	45,000	Emulex Corp.†..... 222,300
55,000	The Interpublic Group of Companies Inc. 1,007,600	85,000	Laird plc..... 426,757
60,000	TNT Express NV 379,978	110,000	Measurement Specialties Inc.†..... 9,417,100
	<u>49,293,291</u>	12,000	MoSys Inc.†..... 29,040
Cable and Satellite — 2.2%		320,000	Vacon Oyj 13,620,805
1,000	AMC Networks Inc., Cl. A† 58,420	10,000	Viasystems Group Inc.†..... 157,000
120,000	British Sky Broadcasting Group plc..... 1,715,815		<u>23,950,402</u>
195,000	Cablevision Systems Corp., Cl. A 3,414,450	Energy and Utilities — 7.6%	
120,000	DIRECTV†..... 10,382,400	1,440,000	Alvopetro Energy Ltd.†..... 835,752
1,300,000	Sky Deutschland AG†..... 11,048,842	23,000	Anadarko Petroleum Corp. 2,333,120
25,000	Time Warner Cable Inc. 3,587,250	10,000	Apache Corp..... 938,700
	<u>30,207,177</u>	475,178	Athlon Energy Inc.† 27,669,615
Communications Equipment — 0.1%		450,000	Bolt Technology Corp.(a)..... 9,873,000
40,000	Riverbed Technology Inc.†..... 741,800	60,000	Cleco Corp..... 2,889,000
Computer Software and Services — 1.7%		4,000	CONSOL Energy Inc..... 151,440
100,000	BMC Software Stub†..... 5,000	50,000	Dart Energy Ltd.†..... 5,691
1,320,000	Compware Corp. 14,005,200	200,000	Dragon Oil plc 1,934,020
8,000	eBay Inc.†..... 453,040	210,000	Dresser-Rand Group Inc.† 17,274,600
52,000	iGO Inc.† 166,400	25,000	Endesa SA..... 987,868
393,500	Move Inc.† 8,247,760	42,500	Energy Transfer Partners LP†..... 2,719,575
1,000	TIBCO Software Inc.†..... 23,630	93,714	EXCO Resources Inc. 313,005
		3,000	Exxon Mobil Corp..... 282,150

See accompanying notes to schedule of investments.

**The Gabelli ABC Fund
 Schedule of Investments (Continued) — September 30, 2014 (Unaudited)**

<u>Shares</u>	<u>Market Value</u>	<u>Shares</u>	<u>Market Value</u>
	COMMON STOCKS (Continued)		
	Energy and Utilities (Continued)		
8,000	Great Plains Energy Inc. \$ 193,360		
410,000	Gulf Coast Ultra Deep Royalty Trust† 820,000		
10,000	Halcon Resources Corp.† 39,600		
5,000	Hess Corp. 471,600		
50,000	Integrays Energy Group Inc. 3,241,000		
770,944	Kodiak Oil & Gas Corp.† 10,461,710		
57,000	National Fuel Gas Co. 3,989,430		
20,000	NorthWestern Corp. 907,200		
1,000	Origin Energy Ltd. 13,107		
313,286	Pepco Holdings Inc. 8,383,533		
120,125	Pike Corp.† 1,428,286		
170,000	Severn Trent plc 5,172,896		
9,000	Steel Excel Inc.† 294,750		
100,000	Weatherford International plc† 2,080,000		
80,000	WesternZagros Resources Ltd.† 55,002		
	<u>105,759,010</u>		
	Entertainment — 0.2%		
2,000	Discovery Communications Inc., Cl. A† 75,600		
6,000	Discovery Communications Inc., Cl. C† 223,680		
4,000	Scripps Networks Interactive Inc., Cl. A 312,360		
15,000	Take-Two Interactive Software Inc.† 346,050		
6,500	The Madison Square Garden Co., Cl. A† 429,780		
15,000	Time Warner Inc. 1,128,150		
4,000	Vivendi SA. 96,599		
	<u>2,612,219</u>		
	Equipment and Supplies — 0.1%		
5,500	The L.S. Starrett Co., Cl. A 76,120		
50,000	Xylem Inc. 1,774,500		
	<u>1,850,620</u>		
	Financial Services — 4.2%		
90,000	AllianceBernstein Holding LP 2,340,900		
1,000	Aspen Insurance Holdings Ltd. 42,770		
10,000	H&R Block Inc. 310,100		
90,000	Hudson City Bancorp Inc. 874,800		
30,000	Kinnevik Investment AB, Cl. A 1,083,426		
60,000	KKR & Co. LP 1,338,000		
1,400	MasterCard Inc., Cl. A 103,488		
155,000	National Interstate Corp. 4,324,500		
60,000	Navient Corp. 1,062,600		
10,000	Oritani Financial Corp. 140,900		
66,000	Pohjola Bank plc, Cl. A 1,330,454		
630,000	Protective Life Corp. 43,728,300		
7,312	Sterling Bancorp 93,521		
78,877	SWS Group Inc.† 543,462		
500	TF Financial Corp. 20,735		
5,000	The Bank of Kentucky Financial Corp. 231,150		
5,000	The PNC Financial Services Group Inc. 427,900		
		263,000	Wright Investors' Service Holdings Inc.† \$ 457,620
			<u>58,454,626</u>
			Food and Beverage — 3.1%
		523,934	Annie's Inc.† 24,048,571
		10,000	Cermaq ASA 150,589
		192,412	Einstein Noah Restaurant Group Inc. 3,879,026
		2,050,000	Parmalat SpA 6,473,166
		5,000	Pernod Ricard SA 566,102
		5,000	Pinnacle Foods Inc. 163,250
		20,000	Post Holdings Inc.† 663,600
		15,000	Remy Cointreau SA 1,079,914
		448,500	Starbucks Coffee Japan Ltd. 5,978,637
		10,000	Warrnambool Cheese & Butter Factory Co. Holding Ltd. 63,652
			<u>43,066,507</u>
			Health Care — 7.2%
		3,000	Alere Inc.† 116,340
		3,068	Allergan Inc. 546,687
		67,000	Ambit Biosciences Corp.† 1,031,800
		420,465	ArthroCare Corp. Stub† 147,163
		105,500	AstraZeneca plc, ADR 7,536,920
		2,000	Auxilium Pharmaceuticals Inc.† 59,700
		800	Bio-Rad Laboratories Inc., Cl. A† 90,720
		40,000	Celesio AG 1,330,757
		120,000	Covidien plc 10,381,200
		1,000	Gentiva Health Services Inc.† 16,780
		16,000	ICU Medical Inc.† 1,026,880
		2,000	illumina Inc.† 327,840
		1,000	Lexicon Pharmaceuticals Inc.† 1,410
		20,000	LipoScience Inc.† 103,600
		500	Mead Johnson Nutrition Co. 48,110
		341,000	Medical Action Industries Inc.† 4,698,980
		433,000	Myrex Inc.† 51,484
		1,920,000	Nobel Biocare Holding AG 34,088,195
		3,000	Pethealth Inc.† 7,420
		3,000	QLT Inc.† 13,560
		1,000	Rhoen Klinikum AG 30,339
		46,000	Shire plc, ADR 11,916,300
		192,000	Sigma-Aldrich Corp. 26,113,920
		6,500	Smith & Nephew plc, ADR 547,235
			<u>100,233,340</u>
			Hotels and Gaming — 2.9%
		230,000	Bally Technologies Inc.† 18,561,000
		8,000	Belmond Ltd., Cl. A† 93,280
		3,800	Churchill Downs Inc. 370,500
		33,952	Eldorado Resorts Inc.† 144,296
		1,200,000	International Game Technology 20,244,000
		10,000	Multimedia Games Holding Co. Inc.† 360,100

See accompanying notes to schedule of investments.

**The Gabelli ABC Fund
Schedule of Investments (Continued) — September 30, 2014 (Unaudited)**

<u>Shares</u>	<u>Market Value</u>	<u>Shares</u>	<u>Market Value</u>	
COMMON STOCKS (Continued)				
Hotels and Gaming (Continued)				
25,000	Ryman Hospitality Properties Inc. \$ 1,182,500	550,000	Peregrine Semiconductor Corp.† \$ 6,803,500	
	<u>40,955,676</u>		<u>34,279,438</u>	
Machinery — 0.0%				
7,000	Astec Industries Inc. 255,290	24,500	Auriga Industries A/S, Cl. B† 1,274,147	
27,000	CNH Industrial NV 214,110	33,000	Chemtura Corp.† 769,890	
	<u>469,400</u>	34,000	International Flavors & Fragrances Inc. 3,259,920	
		2,000	Monsanto Co. 225,020	
Metals and Mining — 0.4%				
100,000	Alcoa Inc. 1,609,000	42,000	Rockwood Holdings Inc. 3,210,900	
110,000	AuRico Gold Inc. 383,900	8,500	SGL Carbon SE† 175,802	
2,000	Camino Minerals Corp.† 62		<u>8,915,679</u>	
10,000	Cayden Resources Inc.† 26,519	Specialty Chemicals — 0.6%		
5,000	Chaparral Gold Corp.† 2,366	24,500	Auriga Industries A/S, Cl. B† 1,274,147	
50,000	Freeport-McMoRan Inc. 1,632,500	33,000	Chemtura Corp.† 769,890	
55,000	Newmont Mining Corp. 1,267,750	34,000	International Flavors & Fragrances Inc. 3,259,920	
10,000	Pan American Silver Corp. 109,916	2,000	Monsanto Co. 225,020	
500	Papillon Resources Ltd.† 674	42,000	Rockwood Holdings Inc. 3,210,900	
11,000	Vulcan Materials Co. 662,530	8,500	SGL Carbon SE† 175,802	
	<u>5,695,217</u>		<u>8,915,679</u>	
Paper and Forest Products — 0.1%				
240,000	Ainsworth Lumber Co. Ltd.† 580,740	Telecommunications — 5.8%		
Publishing — 0.0%				
25,000	Journal Communications Inc., Cl. A† 210,750	300,000	Asia Satellite Telecommunications Holdings Ltd. 1,004,527	
Real Estate — 0.1%				
123,064	American Realty Capital Healthcare Trust Inc. 1,289,711		BCE Inc. 1,539,347	
500	American Tower Corp. 46,815		BCE Inc., Toronto 427,600	
5,000	Glimcher Realty Trust 67,700	35,999	BCE Inc., Toronto 427,600	
1,000	HealthLease Properties Real Estate Investment Trust 12,625	10,000	Jazztel plc† 15,382,769	
	<u>1,416,851</u>	950,000	Koninklijke KPN NV† 416,569	
Retail — 4.3%				
6,000	Aaron's Inc.† 145,920	130,000	Portugal Telecom SGPS SA 483,978	
1,000	Casey's General Stores Inc. 71,700	230,000	Sprint Corp.† 1,268,000	
33,000	CST Brands Inc. 1,186,350	200,000	Telenet Group Holding NV† 9,195,054	
67,000	Family Dollar Stores Inc. 5,175,080	160,000	Telephone & Data Systems Inc. 119,800	
23,000	Macy's Inc. 1,338,140	5,000	tw telecom inc.† 41,006,655	
4,000	Pier 1 Imports Inc. 47,560	985,500	Ziggo NV 10,399,985	
720,000	Safeway Inc. 24,696,000	222,000	<u>81,244,284</u>	
240	SpartanNash Co. 4,668		Transportation — 0.0%	
2,500	Tim Hortons Inc. 197,025	5,000	Contrans Group Inc., Cl. A 66,923	
1,300,000	Zale Corp.† 27,300,000		Wireless Communications — 0.2%	
	<u>60,162,443</u>		20,000	Blackberry Ltd.† 198,800
Semiconductors — 2.5%				
700,000	International Rectifier Corp.† 27,468,000	14,000	Metricom Inc.† 1	
300	OmniVision Technologies Inc.† 7,938	28,000	Millicom International Cellular SA, SDR 2,248,614	
		100,000	NII Holdings Inc.† 5,500	
		7,500	T-Mobile US Inc.† 216,525	
		9,500	United States Cellular Corp.† 337,060	
			<u>3,006,500</u>	
		TOTAL COMMON STOCKS 759,339,180		
		PREFERRED STOCKS — 0.0%		
		Telecommunications — 0.0%		
		4,000	Cincinnati Bell Inc., 6.750%, Ser. B 191,480	
		RIGHTS — 0.2%		
		Health Care — 0.1%		
		110,600	Adolor Corp., CPR, expire 07/01/19† 57,512	
		135,000	American Medical Alert Corp.† 1,350	
		54,000	Chelsea Therapeutics International Ltd., CVR† .. 5,940	
		10,000	Clinical Data Inc., CVR, expire 04/14/18† 9,500	
		5,000	Community Health Systems Inc., CVR† 150	
		10,000	Cubist Pharmaceuticals Inc., CVR† 1,100	
		13,500	Furiex Pharmaceuticals Inc., CVR† 131,895	

See accompanying notes to schedule of investments.

The Gabelli ABC Fund

Schedule of Investments (Continued) — September 30, 2014 (Unaudited)

<u>Principal Amount</u>	<u>Settlement Date</u>	<u>Unrealized Appreciation</u>
FORWARD FOREIGN EXCHANGE CONTRACTS (Continued)		
32,500,000(g) Deliver Swiss Francs in exchange for United States Dollars		
34,050,340(e)	10/31/14	\$ 308,308
TOTAL FORWARD FOREIGN EXCHANGE CONTRACTS		<u>\$ 1,276,096</u>

- (a) Security considered an affiliated holding because the Fund owns at least 5% of its outstanding shares.
- (b) Security exempt from registration under Rule 144A of the Securities Act of 1933, as amended. This security may be resold in transactions exempt from registration, normally to qualified institutional buyers. At September 30, 2014, the market value of the Rule 144A security amounted to \$410,000 or 0.03% of total investments.
- (c) At September 30, 2014, \$166,500,000 of the principal amount was reserved and/or pledged with the custodian for securities sold short and forward foreign exchange contracts.
- (d) Principal amount denoted in British Pounds.
- (e) At September 30, 2014, the Fund had entered into forward foreign exchange contracts with State Street Bank and Trust Co.
- (f) Principal amount denoted in Euros.
- (g) Principal amount denoted in Swiss Francs
- † Non-income producing security.
- †† Represents annualized yield at date of purchase.
- ADR American Depositary Receipt
- CVR Contingent Value Right
- SDR Swedish Depositary Receipt

See accompanying notes to schedule of investments.

The Gabelli ABC Fund

Notes to Schedule of Investments (Unaudited)

The Fund's schedule of investments is prepared in accordance with U.S. Generally Accepted Accounting Principles ("GAAP"), which may require the use of management estimates and assumptions. 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 schedule of investments.

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. 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).

The Gabelli ABC Fund

Notes to Schedule of Investments (Unaudited) (Continued)

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 September 30, 2014 is as follows:

	Valuation Inputs			Total Market Value at 9/30/14
	Level 1 Quoted Prices	Level 2 Other Significant Observable Inputs	Level 3 Significant Unobservable Inputs	
INVESTMENTS IN SECURITIES:				
ASSETS (Market Value):				
Common Stocks:				
Computer Software and Services	\$ 23,629,530	—	\$ 5,000	\$ 23,634,530
Health Care	100,086,177	—	147,163	100,233,340
Metals and Mining	5,694,543	\$ 674	—	5,695,217
Retail	32,862,443	27,300,000	—	60,162,443
Wireless Communications	3,006,499	—	1	3,006,500
Other Industries (a)	566,607,150	—	—	566,607,150
Total Common Stocks	731,886,342	27,300,674	152,164	759,339,180
Preferred Stocks (a)	191,480	—	—	191,480
Rights:				
Health Care	117,500	—	652,477	769,977
Specialty Chemicals	8,653	—	—	8,653
Wireless Communications	—	—	1,764,000	1,764,000
Total Rights	126,153	—	2,416,477	2,542,630
Warrants (a)	119,212	—	—	119,212
Convertible Corporate Bonds (a)	—	410,000	—	410,000
Corporate Bonds (a)	—	100,000	—	100,000
U.S. Government Obligations	—	629,933,465	—	629,933,465
TOTAL INVESTMENTS IN SECURITIES – ASSETS	\$732,323,187	\$657,744,139	\$2,568,641	\$1,392,635,967
LIABILITIES (Market Value):				
Securities Sold Short (a)	\$ (50,519,429)	—	—	\$ (50,519,429)
TOTAL INVESTMENTS IN SECURITIES - LIABILITIES	\$ (50,519,429)	—	—	\$ (50,519,429)
OTHER FINANCIAL INSTRUMENTS:				
ASSETS (Unrealized Appreciation):*				
Forward Foreign Exchange Contracts	—	\$ 1,276,096	—	\$ 1,276,096
TOTAL OTHER FINANCIAL INSTRUMENTS:	—	\$ 1,276,096	—	\$ 1,276,096

(a) Please refer to the Schedule of Investments ("SOI") for the industry classifications of these portfolio holdings.

* Other financial instruments are derivatives reflected in the SOI, such as options, futures, forwards, and swaps, which may be valued at the unrealized appreciation/depreciation of the instrument.

The Fund did not have material transfers among Level 1, Level 2, and Level 3 during the period ended September 30, 2014. The Fund's policy is to recognize transfers among Levels as of the beginning of the reporting period.

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 Gabelli ABC Fund

Notes to Schedule of Investments (Unaudited) (Continued)

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 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 increasing the income of the Fund, 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.

The Fund's derivative contracts held at September 30, 2014, if any, are not accounted for as hedging instruments under GAAP and are disclosed in the Schedule of Investments together with the related counterparty.

Swap Agreements. The Fund may enter into equity contract for difference swap transactions for the purpose of increasing the income of the Fund. The use of swaps is a highly specialized activity that involves investment techniques and risks different from those associated with ordinary portfolio security transactions. In an equity contract for difference swap, a set of future cash flows is exchanged between two counterparties. One of these cash flow streams will typically be based on a reference interest rate combined with the performance of a notional value of shares of a stock. The other will be based on the performance of the shares of a stock. Depending on the general state of short term interest rates and the returns on the Fund's portfolio securities at the time an equity contract for difference swap transaction reaches its scheduled termination date, there is

The Gabelli ABC Fund

Notes to Schedule of Investments (Unaudited) (Continued)

a risk that the Fund will not be able to obtain a replacement transaction or that the terms of the replacement will not be as favorable as on the expiring transaction. At September 30, 2014, the Fund held no investments in equity contract for difference swap agreements.

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 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. Forward foreign exchange contracts at September 30, 2014 are reflected within the Schedule of Investments.

Securities Sold Short. The Fund may enter into short sale transactions. Short selling involves selling securities that may or may not be owned and, at times, borrowing the same securities for delivery to the purchaser, with an obligation to replace such borrowed securities at a later date. The proceeds received from short sales are recorded as liabilities and the Fund records an unrealized gain or loss to the extent of the difference between the proceeds received and the value of an open short position on the day of determination. The Fund records a realized gain or loss when the short position is closed out. By entering into a short sale, the Fund bears the market risk of an unfavorable change in the price of the security sold short. Dividends on short sales are recorded as an expense by the Fund on the ex-dividend date and interest expense is recorded on the accrual basis. The broker retains collateral for the value of the open positions, which is adjusted periodically as the value of the position fluctuates. Securities sold short at September 30, 2014 are reflected within the Schedule of Investments.

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.

The Gabelli ABC Fund

Notes to Schedule of Investments (Unaudited) (Continued)

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 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. For the restricted securities the Fund held at September 30, 2014, refer to the Schedule of Investments.

Tax Information. The Fund intends to continue to qualify as a regulated investment company under Subchapter M of the Internal Revenue Code of 1986, as amended.

Under the Regulated Investment Company Modernization Act of 2010, the Fund is permitted to carry forward for an unlimited period capital losses incurred. As a result of the rule, post-enactment capital losses that are carried forward will retain their character as either short term or long term capital losses.

THE GABELLI ABC FUND
One Corporate Center
Rye, NY 10580-1422

Portfolio Manager Biography

Mario J. Gabelli, CFA, is Chairman and Chief Executive Officer of GAMCO Investors, Inc. that he founded in 1977 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.

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. Both the commentary and the financial statements, including the portfolio of investments, will be available on our website at www.gabelli.com.

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THE GABELLI ABC FUND

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