Gabelli Enterprise Mergers and Acquisitions Fund
Annual Report

October 31, 2017

To Our Shareholders,

For the fiscal year ended October 31, 2017, the net asset value ("NAV") per Class A Share of the Gabelli Enterprise Mergers and Acquisitions Fund increased 10.3% compared with an increase of 23.6% for the Standard & Poor's ("S&P") 500 Index. The performance of the ICE Bank of America Merrill Lynch 3 Month U.S. Treasury Bill Index for this year was 0.7%. See page 5 for additional performance information.

Enclosed are the financial statements, including the schedule of investments, as of October 31, 2017.

Performance Discussion (Unaudited)

In the first nine months of 2017, global deal activity increased 3% on a year over year basis, totaling $2.4 trillion. Overall, flat deal activity was offset by a 9% increase in the number of deals valued at more than $1 billion and an 18% increase in the number of deals announced in the United States. This was a continuation of strong volumes in the fourth quarter of 2016, when global deal volume totaled $1.2 trillion, a 50% increase over the third quarter.

Cross border merger and acquisitions (M&A) activity totaled $943.3 billion during the first nine months of 2017, the highest level reached in the first nine months of a year since 2015. This surge in cross border transaction activity was driven by outbound U.S. acquirers and regional E.U. deal making. M&A activity in Europe totaled $629.3 billion during the first nine months of the year, up 29% on a year over year basis. Although U.S. acquirers hunted the globe for asset bargains, Chinese acquirers slowed their appetite for foreign assets as China outbound M&A declined 27% compared to the first nine months of 2016.

The Energy & Power sector continued to fuel M&A activity over the first nine months of 2017. Deal activity in the space totaled $369.8 billion, up 7% on a year over year basis. The Industrials sector meaningfully contributed to M&A activity in the first nine months of 2017, accounting for 13.9% of overall merger activity. The Materials and Technology sectors experienced declines in volumes.

The robust M&A market has benefitted the Fund in that we have invested in dozens of situations across industries and globally. In addition, the buy-and-hold component of the Fund has performed well in light of an increasing number of firms undergoing various types of financial engineering and the markets recognizing the underlying value of our investments.

The Federal Reserve has been slowly raising interest rates during 2017. A deal spread is comprised of two main factors – the risk free rate and the risks inherent to the deal. Historically, rising interest rates have resulted in higher spreads.

Selected deals that closed during the Fund's fiscal year

Rackspace Hosting Inc. (RAX) is a San Antonio, Texas based information technology company. Rackspace specializes in cloud computing technology and storage. On August 26, 2016 Apollo Global with Searchlight Capital made a $32 cash per share offer for the company. The merger valued RAX at $4.3 billion and was subject to traditional regulatory approval and a shareholder vote. The deal closed on November 3, 2016.

Cepheid (CPHD) is a medical diagnostic and testing equipment company based in Sunnyvale, California. On September 6, 2016, Danaher agreed to acquire Cepheid for $53 cash per share, or $4 billion, in order to expand its molecular diagnostics business. The merger received the necessary regulatory and shareholder approvals and closed on November 4, 2016.

NetSuite Inc. (N) is a San Mateo, California based technology company. NetSuite provides cloud-based software to enterprise clients. The software suite features products for financial management, customer relationship management, e-commerce and retail management, commerce marketing automation, professional services automation and human resources. On July 28, 2016, Oracle entered into an agreement to acquire N for $109 cash per share. This tender valued the company at $8.8 billion, and the transaction was subject to customary regulatory and shareholder approvals. The deal closed on November 7, 2016

National Interstate Corp. (NATL), based in Richfield, Ohio, operates as a property and casualty insurance company for the transportation industry. After a failed attempt in 2014, American Financial Group, NATL's majority owner, entered into an agreement to acquire NATL for $32 cash per share plus a $0.50 special dividend. The deal came after months of negotiations. Subject to customary regulatory and shareholder approvals, the merger closed on November 10, 2016.

Cvent Inc. (CVT) is a Tysons Corner, Virginia based software company. Cvent specializes in enterprise event management through its use of cloud-based software. Vista Equity Partners made a $36 per share bid for the company on April 18, 2016. This valued CVT at $1.65 billion and was subject to customary regulatory and shareholder approvals. The deal closed on November 28, 2016.

LinkedIn Corp. (LNKD) is a Mountain View, California based business. The company operates a professional social network, which currently has over 400 million members. On June 13, 2016, Microsoft made a $196 cash per share offer to acquire the company for a total cost of $26 billion. The deal received the necessary shareholder and regulatory approvals and closed on December 8, 2016.

The Empire District Electric Company (EDE) is a regulated utility company with operations in Missouri, Kansas, Oklahoma, and Arkansas. On February 9, 2016, EDE entered into an agreement to be acquired by Algonquin Power & Utilities Corp. for $34 cash per share. This transaction valued EDE at $2.4 billion dollars, and was subject to regulatory approval and shareholder votes. The merger closed on January 1, 2017.

Media General Inc. (MRG) is a Richmond, Virginia based multimedia company. MRG provides news and entertainment through its broadcast and digital platforms. On September 28, 2015, Nexstar Broadcasting Group Inc. announced a proposal to acquire Media General for $10.50 per share in cash and a fixed ratio of 0.1249 Nexstar share per Media General share. The offer also included one contingent value right based on proceeds from the FCC spectrum auction. This deal came after Media General attempted to acquire Meredith Corporation in a merger of equals. All in, the transaction was valued at $4.6 billion and closed on January 17, 2017.

Team Health Holdings Inc. (TMH) is a Knoxville, Tennessee based healthcare facility company. The company provides professional medical staff sourcing to hospitals and other healthcare providers across the United States. On October 31, 2016, the firm entered into a deal with The Blackstone Group for a $43.50 cash per share merger. This valued TMH at $6.1 billion. The deal was subject to both regulatory and shareholder approvals, with the addition of a "go-shop" period and closed on February 7, 2017.

LifeLock Inc. (LOCK) is a Tempe, Arizona based provider of identity theft protection services. On November 20, 2016, LifeLock agreed to be acquired by Symantec Corp. for $24 cash per share or $2.3 billion in enterprise value. The transaction was subject to both shareholder vote and regulatory approvals and closed on February 9, 2017.

Ariad Pharmaceuticals Inc. (ARIA) is a Cambridge, Massachusetts based oncology company that develops and commercializes medicine for cancer treatment. On January 9, 2017, Ariad agreed to be acquired by Takeda Pharmaceuticals for $24.00 cash per share. The tender offer valued Ariad at $5.2 billion and was subject to regulatory approvals and other custom closing conditions. The deal closed February 16, 2017.

Columbia Pipeline Partners LP (CPPL) is a Houston, Texas based natural gas transportation and storage company. CPPL owns, operates pipeline and related midstream assets. On November 1, 2016, the partnership agreed to be acquired by Columbia Pipeline Group Inc., a subsidiary of TransCanada Corp., for $17.00 cash per unit representing an aggregate value of $915 million. The transaction was subject to shareholder vote and regulatory approval and closed on February 17, 2017.

Vascular Solutions Inc. (VASC) is a Minneapolis, Minnesota based medical device company. VASC develops and markets medical diagnostic equipment specializing in cardiovascular treatment. On December 2, 2016, the company agreed to a $56 cash per share merger with Teleflex Inc., valuing VASC at $1 billion. The deal was subject to traditional regulatory and shareholder approvals, and closed on February 21, 2017.

Clarcor Inc. (CLC) is a Franklin, Tennessee based filtration products company. On December 1, 2016, Parker Hannifin announced it would acquire Clarcor for $83 cash per share, or $4.3 billion. The merger closed on March 10, 2017 after receiving the necessary regulatory and shareholder approvals.

Harman International Industries Inc. (HAR) is a Stamford, Connecticut based consumer electronics company. Harman designs and engineers connected products. On November 14, 2016 Harman agreed to be acquired by Samsung Electronics for $112 per share in cash, representing an $8 billion equity value. The deal was subject to shareholder vote and regulatory approvals and closed on March 10, 2017.

Endurance Specialty Holdings Ltd. (ENH) is a Bermuda based holding company that underwrites specialty insurance. It operates in two segments, insurance and reinsurance. On October 5, 2016, the company agreed to be acquired for $93 cash per share by SOMPO Holdings Ltd of Japan. This valued the company at $6.3 billion. The deal was subject to regulatory approval and a shareholder vote and closed on March 29, 2017.

Joy Global Inc. (JOY), a mining equipment company based in Milwaukee, Wisconsin, manufactures mining equipment for the extraction of metals and minerals and also provides clients with the servicing of this machinery. On July 21, 2016, Komatsu entered into a $28.30 cash per share merger with Joy, valued at $2.8 billion. Shareholders approved the deal and the companies received regulatory approvals in various jurisdictions. The deal closed on April 6, 2017.

Zeltiq Aesthetics Inc. (ZLTQ) is a Pleasanton, California based medical technology company that licenses CoolSculpting, a noninvasive body sculpting procedure. ZLTQ agreed to be acquired by Allergan on February 13, 2017 for $56.50 cash per share. The deal required shareholder and regulatory approvals and closed on May 1, 2017.

InvenSense Inc. is a San Jose, California based electronic equipment company that sells motion sensor technology to its customers. InvenSense agreed to be acquired by TDK Corp. on December 21, 2016 for $13 per share or $1.3 billion. The transaction required shareholder and regulatory approvals and closed on May 18, 2017.

Syngenta AG (SYT) is a Basel, Switzerland based agricultural chemicals company. On February 3, 2016 Syngenta agreed to be acquired by ChemChina for $465 cash per share plus a CHF 5 special dividend. The tender offer was contingent upon SYT shareholders meeting the minimum condition and required regulatory approvals. Syngenta and ChemChina closed the deal on May 18, 2017.

Multi Packaging Solutions International Ltd. (MPSX) is a New York, New York, based paper and packaging company. On January 24, 2016, MPSX agreed to be acquired by WestRock for $18 per share in cash, representing a total enterprise value of $2.28 billion. The deal was subject to regulatory and shareholder approvals, and closed June 7, 2017.

AdvancePierre Foods Holdings, Inc. (APFH) is a Blue Ash, Ohio based food processing company that primarily distributes ready-to-eat sandwiches. APFH agreed on April 25, 2017 to be acquired by Tyson Foods, Inc. (TSN) for $40.25 in cash per share in a tender offer. The transaction required APFH shareholders to meet the minimum condition of the tender and regulatory approval. APFH and TSN completed the deal on June 8, 2017.

Mead Johnson Nutrition Co. (MJN) is a Chicago, Illinois based nutrition company focused on the distribution of pediatric products. On February 10, 2017, MJN agreed to be acquired by Reckitt Benckiser Group plc for $90 cash per share, which valued the company at $17.9 billion. The deal was subject to regulatory and shareholder approval and closed on June 15, 2017.

Actelion LTD. is an Allschwil, Switzerland based biotech company. Actelion discovers, develops, and distributes drugs targeting pulmonary arterial hypertension. On January 26, 2017, Actelion agreed to be acquired by Johnson & Johnson for $280 cash per share in a $30 billion tender. Immediately prior to the completion of the transaction, Actelion spun out its drug discovery operations into a newly created Swiss Biotech company "Idorsia" which was listed on the SIX Swiss Exchange. The transaction closed June 16, 2017.

Kate Spade & Company (KATE) is a New York, New York based apparel and accessories retailer. On May 8, 2017, KATE agreed to be acquired by Coach Inc. for $18.50 per share in cash, valuing the company at $2.4 billion. The transaction required regulatory approval and a majority of KATE shareholders to tender their shares to Coach. The deal closed on July 12, 2017.

Panera Bread Co. (PNRA) is a St. Louis, Missouri based fast casual restaurant chain. On April 5, 2017, PNRA agreed to be acquired by JAB Holding Company for $315 per share in cash, which valued the company at $7.5 billion. The deal required regulatory and shareholder approvals and subsequently closed on July 18, 2017.

Gas Natural Inc. (EGAS) is a Cleveland, Ohio based natural gas utility that distributes over 20 billion cubic feet of natural gas annually to its customers. On October 10, 2016, EGAS agreed to be acquired by First Reserve Energy Infrastructure Fund for $13.10 per share in cash, representing a $196 million total enterprise value. First Reserve Energy Infrastructure Fund was subsequently acquired by BlackRock Real Assets on June 5, 2017. After receiving the approval from EGAS shareholders, BlackRock Real Assets closed the merger on August 4, 2017.

VCA Animal Hospital Inc. (WOOF) is a Los Angeles, California based veterinary hospitals operator. On January 9, 2017, WOOF agreed to be acquired by Mars, Inc. for $93 per share in cash. Mars also operates animal hospitals. The deal valued WOOF at $7.7 billion and required regulatory and shareholder approvals. It closed on September 13, 2017.

We appreciate your continuing confidence and trust.

Comparative Results

Average Annual Returns through October 31, 2017 (a)(b) (Unaudited)

	1 Year	5 Year	10 Year	Since Inception (2/28/01)
Class A (EMAAX)	10.34%	6.13%	2.94%	4.57%
With sales charge (c)	3.99	4.88	2.33	4.20
Class AAA (EAAAX)	10.65	6.34	3.10	10.40
Class C (EMACX)	9.73	5.55	2.37	3.99
With contingent deferred sales charge (d)	8.73	5.55	2.37	3.99
Class T (EMATX)	10.49	6.16	2.95	4.57
With sales charge (e)	7.72	5.62	2.69	4.41
Class Y (EMAYX)	10.87	6.61	3.41	11.26
S&P 500 Index	23.63	15.18	7.51	6.58
Lipper U.S. Treasury Money Market Fund Average	0.33	0.08	0.23	1.06
ICE Bank of America Merrill Lynch 3 Month U.S. Treasury Bill Index	0.72	0.24	0.45	1.44

In the current prospectuses dated February 28, 2017, as amended June 30, 2017, the Fund's expense ratios are 1.52%, 1.72%, 2.27%, 1.52%, and 1.27% for the Class AAA, A, C, T, and Y Shares, respectively. See page 14 for the expense ratios for the year ended October 31, 2017. Class AAA and Class Y Shares have no sales charge. The maximum sales charge for Class A Shares, Class C Shares, and Class T Shares is 5.75%, 1.00%, and 2.50%, respectively.

(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. The Fund imposes a 2% redemption fee on shares sold or exchanged within seven days of purchase. Investors should carefully consider the investment objectives, risks, sales 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 Class A Share NAVs are used to calculate the performance for the periods prior to the issuance of Class AAA Shares on February 26, 2010 and Class T Shares on June 30, 2017. The actual performance for the Class AAA Shares and Class T Shares would have been higher due to lower expenses associated with these share classes. 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. The Lipper U.S. Treasury Money Market Fund Average reflects the average performance of mutual funds classified in this particular category. The ICE 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. Dividends are considered reinvested except for the ICE Bank of America Merrill Lynch 3 Month U.S. Treasury Bill Index. You cannot invest directly in an index.

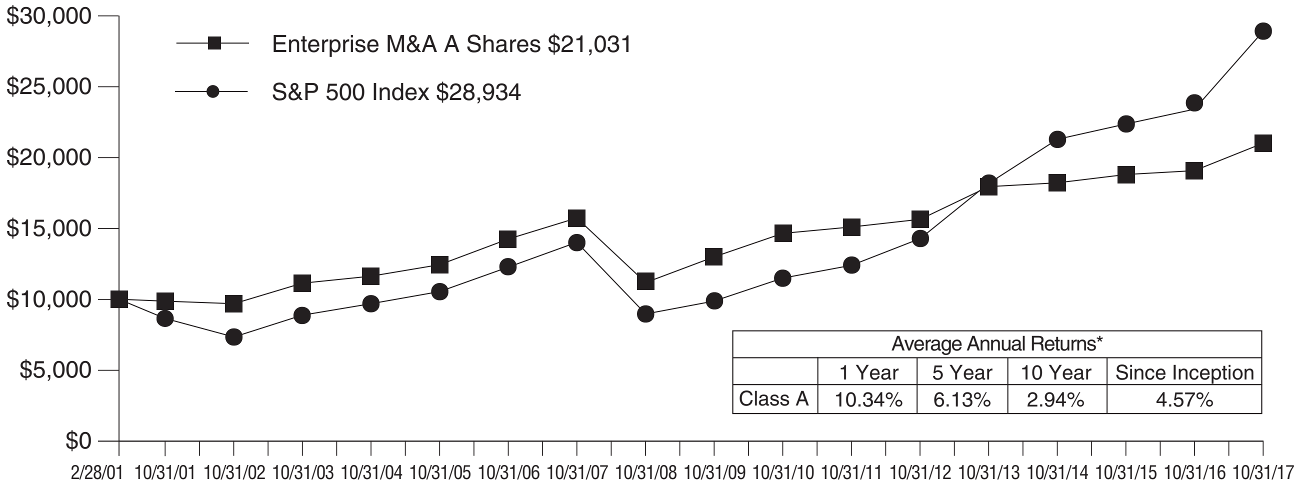
(b) The Fund's fiscal year ends October 31.

(c) Performance results include the effect of the maximum 5.75% sales charge at the beginning of the period.

(d) Assuming payment of the 1% maximum contingent deferred sales charge imposed on redemptions made within one year of purchase.

(e) Performance results include the effect of the maximum 2.50% sales charge at the beginning of the period.

COMPARISON OF CHANGE IN VALUE OF A $10,000 INVESTMENT IN THE GABELLI ENTERPRISE MERGERS AND ACQUISITIONS FUND (CLASS A SHARES) AND THE S&P 500 INDEX (Unaudited)



Average Annual Returns*				
	1 Year	5 Year	10 Year	Since Inception
Class A	10.34%	6.13%	2.94%	4.57%

* Past performance is not predictive of future results. The performance tables and graph do not reflect the deduction of taxes that a shareholder would pay on fund distributions or the redemption of fund shares.

We believe it is important for you to understand the impact of fees and expenses regarding your investment. All mutual funds have operating expenses. As a shareholder of a fund, you incur ongoing costs, which include costs for portfolio management, administrative services, and shareholder reports (like this one), among others. Operating expenses, which are deducted from a fund's gross income, directly reduce the investment return of a fund. When a fund's expenses are expressed as a percentage of its average net assets, this figure is known as the expense ratio. The following examples are intended to help you understand the ongoing costs (in dollars) of investing in your Fund and to compare these costs with those of other mutual funds. The examples are based on an investment of $1,000 made at the beginning of the period shown and held for the entire period.

The Expense Table below illustrates your Fund's costs in two ways:

Actual Fund Return: This section provides information about actual account values and actual expenses. You may use this section to help you to estimate the actual expenses that you paid over the period after any fee waivers and expense reimbursements. The "Ending Account Value" shown is derived from the Fund's **actual** return during the past six months, and the "Expenses Paid During Period" shows the dollar amount that would have been paid by an investor who started with $1,000 in the Fund. You may use this information, together with the amount you invested, to estimate the expenses that you paid over the period.

To do so, simply divide your account value by $1,000 (for example, an $8,600 account value divided by $1,000 = 8.6), then multiply the result by the number given for your Fund under the heading "Expenses Paid During Period" to estimate the expenses you paid during this period.

Hypothetical 5% Return: This section provides information about hypothetical account values and hypothetical expenses based on the Fund's actual expense ratio. It assumes a hypothetical annualized return of 5% before expenses during the period shown. In this case – because the hypothetical return used is **not** the Fund's actual return – the results do not apply to your investment and you cannot use the hypothetical account value and expense to estimate the actual ending account balance or expenses you paid for the period. This example is useful in making comparisons of the ongoing costs of investing in the Fund and other funds. To do so, compare this 5% hypothetical example with the 5% hypothetical examples that appear in shareholder reports of other funds.

Please note that the expenses shown in the table are meant to highlight your ongoing costs only and do not reflect any transactional costs such as sales charges (loads), redemption fees, or exchange fees, if any, which are described in the Prospectus. If these costs were applied to your account, your costs would be higher. Therefore, the 5% hypothetical return is useful in comparing ongoing costs only, and will not help you determine the relative total costs of owning different funds. The "Annualized Expense Ratio" represents the actual expenses for the last six months and may be different from the expense ratio in the Financial Highlights which is for the year ended October 31, 2017.

	Beginning Account Value 05/01/17	Ending Account Value 10/31/17	Annualized Expense Ratio	Expenses Paid During Period*
Gabelli Enterprise Mergers and Acquisitions Fund				
Actual Fund Return				
Class AAA	$1,000.00	$1,019.80	1.52%	$ 7.74
Class A	$1,000.00	$1,018.70	1.72%	$ 8.75
Class C	$1,000.00	$1,015.80	2.27%	$11.53
Class T**	$1,000.00	$1,012.40	1.51%	$ 5.16
Class Y	$1,000.00	$1,020.80	1.27%	$ 6.47
Hypothetical 5% Return				
Class AAA	$1,000.00	$1,017.54	1.52%	$ 7.73
Class A	$1,000.00	$1,016.53	1.72%	$ 8.74
Class C	$1,000.00	$1,013.76	2.27%	$11.52
Class T	$1,000.00	$1,017.59	1.51%	$ 7.68
Class Y	$1,000.00	$1,018.80	1.27%	$ 6.46

* Expenses are equal to the Fund's annualized expense ratio for the last six months multiplied by the average account value over the period, multiplied by the number of days in the most recent fiscal half year (184 days), then divided by 365.

** Class T Shares use a beginning account value date of 06/30/17, and Class T Share expenses are equal to the Fund's annualized expense ratio for the period since inception multiplied by the number of days since inception (124 days), then divided by 365.

Summary of Portfolio Holdings (Unaudited)

The following table presents portfolio holdings as a percent of net assets as of October 31, 2017:

Gabelli Enterprise Mergers and Acquisitions Fund

U.S. Government Obligations	30.9%
Health Care	8.3%
Media	5.7%
Wireless Communications	5.3%
Energy and Utilities	5.0%
Food and Beverage	3.7%
Cable and Satellite	3.6%
Financial Services	3.5%
Telecommunications	3.3%
Retail	3.2%
Diversified Industrial	2.9%
Transportation	2.6%
Aerospace and Defense	2.3%
Building and Construction	2.3%
Specialty Chemicals	2.1%
Business Services	1.9%
Hotels and Gaming	1.9%
Computer Software and Services	1.8%
Communications Equipment	1.3%
Equipment and Supplies	1.3%
Semiconductors	1.2%
Broadcasting	1.0%
Consumer Services	1.0%
Machinery	0.9%
Automotive: Parts and Accessories	0.5%
Entertainment	0.5%
Metals and Mining	0.4%
Consumer Products	0.2%
Containers and Packaging	0.2%
Other Assets and Liabilities (Net)	1.2%
Paper and Forest Products	0.0%*
	100.0%

* Amount represents less than 0.05%.

The Fund files a complete schedule of portfolio holdings with the Securities and Exchange Commission (the "SEC") for the first and third quarters of each fiscal year on Form N-Q. Shareholders may obtain this information at www.gabelli.com or by calling the Fund at 800-GABELLI (800-422-3554).The Fund's Form N-Q is available on the SEC's website at www.sec.gov and may also be reviewed and copied at the SEC's Public Reference Room in Washington, DC. Information on the operation of the Public Reference Room may be obtained by calling 800-SEC-0330.

Proxy Voting

The Fund files Form N-PX with its complete proxy voting record for the twelve months ended June 30, no later than August 31 of each year. A description of the Fund's proxy voting policies, procedures, and how the Fund voted proxies relating to portfolio securities is available without charge, upon request, by (i) calling 800-GABELLI (800-422-3554); (ii) writing to The Gabelli Funds at One Corporate Center, Rye, NY 10580-1422; or (iii) visiting the SEC's website at www.sec.gov.

Gabelli Enterprise Mergers and Acquisitions Fund
Schedule of Investments — October 31, 2017

Shares		Cost	Market Value
	COMMON STOCKS — 67.7%		
	Aerospace and Defense — 2.3%		
10,000	Arconic Inc.	$ 218,979	$ 251,200
40,000	Kaman Corp.	1,361,916	2,237,600
8,600	Orbital ATK Inc.	1,133,032	1,143,198
900	Rockwell Collins Inc.	118,267	122,040
		2,832,194	3,754,038
	Automotive: Parts and Accessories — 0.5%		
10,000	Federal-Mogul Holdings Corp.†(a)	90,132	100,000
24,000	Haldex AB†	288,867	266,614
7,800	Tenneco Inc.	24,840	453,258
		403,839	819,872
	Broadcasting — 1.0%		
40,000	Tribune Media Co., Cl. A	1,575,978	1,637,200
	Building and Construction — 2.3%		
500	ASH Grove Cement Co.	258,646	257,500
3,000	Cadus Corp.†	3,615	3,840
52,000	Griffon Corp.	442,000	1,172,600
10,000	Nobility Homes Inc.	133,178	172,000
14,000	Norbord Inc.	318,662	504,612
4,000	Polaris Materials Corp.†	11,184	10,542
17,000	Skyline Corp.†	92,454	212,330
11,000	Vulcan Materials Co.	432,608	1,339,250
		1,692,347	3,672,674
	Business Services — 1.9%		
185,000	Clear Channel Outdoor Holdings Inc., Cl. A.	1,298,261	703,000
165,000	Gerber Scientific Inc., Escrow†(a)	0	0
95,000	The Interpublic Group of Companies Inc.	1,851,011	1,828,750
1,111	Vectrus Inc.†	19,941	33,897
2,000	XPO Logistics Europe SA†	484,562	545,150
		3,653,775	3,110,797
	Cable and Satellite — 3.6%		
3,000	AMC Entertainment Holdings Inc., Cl. A	103,800	41,700
20,000	DISH Network Corp., Cl. A†	386,434	970,800
3,500	Liberty Broadband Corp., Cl. A†	15,669	301,735
5,000	Liberty Broadband Corp., Cl. C†	99,781	436,450
21,000	Liberty Global plc, Cl. A†	735,349	647,850
28,000	Liberty Global plc, Cl. C†	994,232	836,920
8,000	Liberty Global plc LiLAC, Cl. A†	223,265	173,760
10,000	Liberty Global plc LiLAC, Cl. C†	218,850	220,000
3,000	Liberty Media Corp.- Liberty Formula One, Cl. A†	7,487	109,200
3,000	Liberty Media Corp.- Liberty Formula One, Cl. C†	9,444	114,420

Shares		Cost	Market Value
6,500	Liberty Media Corp.- Liberty SiriusXM, Cl. A†	$ 19,439	$ 271,115
6,500	Liberty Media Corp.- Liberty SiriusXM, Cl. C†	25,888	270,725
3,000	Scripps Networks Interactive Inc., Cl. A	211,166	249,840
20,000	Shaw Communications Inc., Cl. B.	265,164	456,800
60,000	Sky plc†	764,324	751,464
		4,080,292	5,852,779
	Communications Equipment — 1.3%		
100,000	Brocade Communications Systems Inc.	1,244,247	1,165,000
37,000	Digi International Inc.†	435,634	384,800
3,000	exactEarth Ltd.†	8,613	2,465
3,500	Harris Corp.	273,843	487,620
6,600	Park Electrochemical Corp.	93,217	124,608
		2,055,554	2,164,493
	Computer Software and Services — 1.8%		
4,000	Affecto OYJ	21,205	21,014
18,200	Bankrate Inc.†	252,951	252,980
4,000	BroadSoft Inc.†	217,744	219,400
4,000	Business & Decision†	37,005	36,809
4,000	Dalenys†	39,140	41,422
1,000	Dell Technologies Inc., Cl. V†	46,886	82,770
70,000	Exa Corp.†	1,694,932	1,696,800
30,000	FalconStor Software Inc.†	56,565	7,680
13,000	Onvia Inc.†	116,415	116,675
7,000	Planet Payment Inc.†	31,360	31,290
20,000	Silver Spring Networks Inc.†	323,218	322,400
200	Synchronoss Technologies Inc.†	3,301	2,266
		2,840,722	2,831,506
	Consumer Products — 0.2%		
100	Accell Group	3,366	3,054
100,000	Avon Products Inc.†	608,280	228,000
2,000	Bang & Olufsen A/S†	20,532	46,335
		632,178	277,389
	Consumer Services — 1.0%		
2,000	Funespana SA†	18,121	17,286
30,000	MoneyGram International Inc.†	487,864	466,500
30,000	Nets A/S†	775,107	765,938
9,000	Rollins Inc.	18,036	395,190
		1,299,128	1,644,914
	Containers and Packaging — 0.2%		
5,200	Greif Inc., Cl. A.	216,066	288,756
1,000	Greif Inc., Cl. B.	37,738	62,850
		253,804	351,606
	Diversified Industrial — 2.9%		
213,600	Myers Industries Inc.	4,083,688	4,613,760

See accompanying notes to financial statements.

Shares		Cost	Market Value
	COMMON STOCKS (Continued)		
	Energy and Utilities — 4.9%		
7,000	Alerion Cleanpower SpA	$ 19,191	$ 24,853
485,000	Alvopetro Energy Ltd.†	454,000	78,947
7,000	Anadarko Petroleum Corp.	323,159	345,590
4,000	Avangrid Inc.	155,000	206,920
500	Avista Corp.	26,164	26,120
14,000	Calpine Corp.†	207,406	209,160
38,000	Endesa SA	1,064,270	869,793
200	Etablissements Maurel et Prom†	874	848
75,000	GenOn Energy Inc., Escrow†(a)	0	0
255,000	Gulf Coast Ultra Deep Royalty Trust	370,833	9,180
3,081	Noble Energy Inc.	111,781	85,868
11,000	NorthWestern Corp.	304,065	652,080
10,000	Severn Trent plc	277,722	280,371
1,000	Southwest Gas Holdings Inc.	34,833	82,390
10,000	TerraForm Global Inc., Cl. A†	49,425	48,750
87,500	Westar Energy Inc.	4,936,945	4,679,500
1,000	WGL Holdings Inc.	82,503	85,700
25,000	Whiting Petroleum Corp.†	193,715	150,250
		8,611,886	7,836,320
	Entertainment — 0.5%		
3,600	Discovery Communications Inc., Cl. A†	26,174	67,968
10,800	Discovery Communications Inc., Cl. C†	60,976	192,348
180,000	Dover Motorsports Inc.	667,976	351,000
8,140	Lions Gate Entertainment Corp., Cl. B†	212,454	225,152
		967,580	836,468
	Equipment and Supplies — 1.3%		
47,300	Axis Communications AB	1,895,619	2,070,733
	Financial Services — 3.5%		
1,400	Argo Group International Holdings Ltd.	28,231	88,130
1,000	Aspen Insurance Holdings Ltd.	43,388	42,900
4,600	BKF Capital Group Inc.†	180,582	40,250
2,000	Fidelity & Guaranty Life	61,350	62,200
318,000	Fortress Investment Group LLC, Cl. A	2,489,110	2,483,580
101	Horizon Bancorp	2,906	2,780
3,000	Kinnevik AB, Cl. A	103,561	104,316
90,000	Navient Corp.	849,595	1,121,400
100	Patriot National Inc.†	968	128
100,000	SLM Corp.†	573,264	1,059,000
1,600	SLM Solutions Group AG†	55,332	66,163
20,025	Sterling Bancorp	201,872	501,626
400	Topdanmark A/S†	11,380	16,443
		4,601,539	5,588,916

Shares		Cost	Market Value
	Food and Beverage — 3.7%		
4,500	Flowers Foods Inc.	$ 10,669	$ 85,635
30,000	GrainCorp Ltd., Cl. A	341,966	195,165
17,000	Inventure Foods Inc.†	67,790	68,000
10,000	Mondelēz International Inc., Cl. A	425,100	414,300
575,000	Parmalat SpA	2,014,649	2,176,813
2,000,000	Premier Foods plc†	1,376,332	1,042,594
22,500	Refresco Group NV	524,165	520,251
4,650	Snyder's-Lance Inc.	152,288	174,980
1,500	The Hershey Co.	142,995	159,270
30,000	Tootsie Roll Industries Inc.	601,770	1,068,000
450,000	Yashili International Holdings Ltd.†	189,692	100,943
		5,847,416	6,005,951
	Health Care — 8.3%		
12,000	Advanced Accelerator Applications SA, ADR†	968,563	972,000
50,000	Akorn Inc.†	1,661,230	1,628,500
6,000	Allergan plc	1,434,673	1,063,380
30,000	AstraZeneca plc, ADR	1,089,353	1,035,000
3,200	Bio-Rad Laboratories Inc., Cl. A†	314,726	703,328
11,000	Bristol-Myers Squibb Co.	348,381	678,260
600	Chemed Corp.	18,287	134,058
2,500	Cigna Corp.	340,899	493,050
4,000	CR Bard Inc.	1,227,232	1,308,280
7,000	Depomed Inc.†	99,128	33,880
500	Dimension Therapeutics Inc.†	2,990	3,000
14,000	Enzymotec Ltd.†	165,095	164,500
29,000	Exactech Inc.†	985,284	1,213,650
8,000	Grifols SA, ADR	53,680	189,200
1,200	Humana Inc.	215,421	306,420
5,700	ICU Medical Inc.†	365,322	1,089,270
10,000	Idorsia Ltd.†	102,950	196,963
3,000	Illumina Inc.†	157,770	615,570
6,000	Mylan NV†	293,980	214,260
1,000	NxStage Medical Inc.†	29,305	26,950
24,000	Omega Protein Corp.	527,503	525,600
3,000	Perrigo Co. plc	276,734	242,970
7,500	PharMerica Corp.†	216,862	219,750
6,000	Smith & Nephew plc, ADR	206,505	229,560
3,500	VWR Corp.†	115,868	115,850
		11,217,741	13,403,249
	Hotels and Gaming — 1.9%		
20,000	Belmond Ltd., Cl. A†	224,642	263,000
400	Churchill Downs Inc.	13,096	83,420
2,000	Eldorado Resorts Inc.†	9,768	51,400
1,000	Mantra Group Ltd.	2,968	2,985
78,000	NYX Gaming Group Ltd.†	149,526	142,687
38,000	Ryman Hospitality Properties Inc.	1,354,565	2,512,940
		1,754,565	3,056,432

See accompanying notes to financial statements.

Shares		Cost	Market Value
	COMMON STOCKS (Continued)		
	Machinery — 0.9%		
2,500	CIRCOR International Inc.	$ 100,067	$ 109,875
30,000	CNH Industrial NV	270,583	383,352
14,000	Xylem Inc.	356,501	931,420
		727,151	1,424,647
	Media — 5.7%		
3,000	Telegraaf Media Groep NV†	19,115	19,919
63,000	Telenet Group Holding NV†	2,852,898	4,357,632
50,000	The E.W. Scripps Co., Cl. A†	853,140	867,000
40,000	Time Warner Inc.	3,686,311	3,931,600
2,000	tronc Inc.†	22,980	29,570
		7,434,444	9,205,721
	Metals and Mining — 0.4%		
40,000	Alamos Gold Inc., Cl. A	530,476	252,800
17,752	AuRico Metals Inc.†	9,447	17,888
3,000	Dominion Diamond Corp.	42,188	42,749
19,000	Pan American Silver Corp.	298,459	310,457
		880,570	623,894
	Paper and Forest Products — 0.0%		
17,000	Tembec Inc.†	54,038	61,801
	Retail — 3.1%		
4,000	Aaron's Inc.	113,021	147,200
42,500	Bob Evans Farms Inc.	3,283,430	3,280,575
38,000	Jimmy Choo plc†	114,129	116,080
330,000	Rite Aid Corp.†	2,633,723	544,500
6,000	SpartanNash Co.	60,130	147,300
29,000	Village Super Market Inc., Cl. A	662,626	695,710
		6,867,059	4,931,365
	Semiconductors — 1.2%		
14,800	AIXTRON SE†	60,369	231,013
10,000	IXYS Corp.†	219,496	247,000
1,000	MoSys Inc.†	39,042	660
13,000	NXP Semiconductors NV†	1,286,564	1,521,650
		1,605,471	2,000,323
	Specialty Chemicals — 2.1%		
88,662	Calgon Carbon Corp.	1,899,544	1,923,965
7,000	Ferro Corp.†	98,512	166,740
1,500	Linde AG	248,756	323,945
4,000	Monsanto Co.	411,181	484,400
32,000	SGL Carbon SE†	597,350	502,656
		3,255,343	3,401,706
	Telecommunications — 3.3%		
280,000	Asia Satellite Telecommunications Holdings Ltd.	604,206	258,415
36,000	Cincinnati Bell Inc.†	604,307	687,600
1,800	Gigamon Inc.†	69,264	69,300
8,500	Hitachi Kokusai Electric Inc.	190,555	234,356

Shares		Cost	Market Value
220,000	Koninklijke KPN NV	$ 657,892	$ 759,575
50,000	Level 3 Communications Inc.†	2,743,613	2,681,500
5,000	Loral Space & Communications Inc.†	234,737	235,750
1,500	Lumos Networks Corp.†	26,558	26,940
1,000	Rogers Communications Inc., Cl. B	2,955	51,900
2,000	Straight Path Communications Inc., Cl. B†	360,129	363,020
		5,494,216	5,368,356
	Transportation — 2.6%		
90,000	Abertis Infraestructuras SA	1,651,709	1,946,813
3,000	GATX Corp.	118,937	178,230
50,000	Navistar International Corp.†	957,947	2,115,500
		2,728,593	4,240,543
	Wireless Communications — 5.3%		
1,000	DGC One AB†(a)	28,852	29,863
46,000	Millicom International Cellular SA, SDR	2,787,434	2,942,431
58,000	Sprint Corp.†	300,473	379,320
9,000	Telephone & Data Systems Inc.	255,177	262,350
40,000	T-Mobile US Inc.†	650,000	2,390,800
70,000	United States Cellular Corp.†	3,221,188	2,561,300
		7,243,124	8,566,064
	TOTAL COMMON STOCKS	96,589,854	109,353,517
	RIGHTS — 0.2%		
	Energy and Utilities — 0.1%		
90,000	Dyax Corp., CVR†(a)	0	99,900
	Health Care — 0.0%		
20,000	Adolor Corp., CPR, expire 07/01/19†(a)	0	5,200
13,000	Ambit Biosciences Corp., CVR†(a)	0	7,800
5,000	American Medical Alert Corp., CPR†(a)	0	50
11,000	Chelsea Therapeutics International Ltd., CVR†(a)	1,210	0
75,000	Innocoll, CVR†(a)	45,000	45,000
100	Omthera Pharmaceuticals Inc., CVR†(a)	0	0
250,200	Synergetics USA Inc., CVR†(a)	25,020	25,020
156,000	Teva Pharmaceutical Industries Ltd., CCCP, expire 02/20/23†(a)	74,375	0
7,000	Tobira Therapeutics Inc., CVR†(a)	420	420
		146,025	83,490

See accompanying notes to financial statements.

Shares		Cost	Market Value
	RIGHTS (Continued)		
	Media — 0.0%		
40,000	Media General Inc., CVR, expire 12/31/17†(a)	$ 0	$ 0
	Retail — 0.1%		
220,000	Safeway Casa Ley, CVR, expire 01/30/19†	39,570	117,700
220,000	Safeway PDC, CVR, expire 01/30/18†	0	3,300
		39,570	121,000
	TOTAL RIGHTS	185,595	304,390
	WARRANTS — 0.0%		
	Metals and Mining — 0.0%		
850	Hudbay Minerals Inc., expire 07/20/18†	962	217

Principal Amount		Cost	Market Value
	CORPORATE BONDS — 0.0%		
	Health Care — 0.0%		
$ 7,000	Constellation Health Promissory Note, PIK, 5.000%, 01/31/24(a)(b)	3,010	3,010

Principal Amount		Cost	Market Value
	U.S. GOVERNMENT OBLIGATIONS — 30.9%		
$49,998,000	U.S. Treasury Bills, 0.955% to 1.248%††, 11/02/17 to 04/19/18(c)	$ 49,876,157	$ 49,877,320
	TOTAL INVESTMENTS — 98.8%	$146,655,578	159,538,454
	Other Assets and Liabilities (Net) — 1.2%		1,979,059
	NET ASSETS — 100.0%		$161,517,513

(a) Security is valued using significant unobservable inputs and is classified as Level 3 in the fair value hierarchy.

(b) Payment-in-kind ("PIK") security. 5.00% PIK interest income will be paid as additional securities at the discretion of the issuer.

(c) At October 31, 2017, $500,000 of the principal amount was pledged as collateral with Pershing.

† Non-income producing security.

†† Represents annualized yield at date of purchase.

ADR American Depositary Receipt
CCCP Contingent Cash Consideration Payment
CPR Contingent Payment Right
CVR Contingent Value Right
SDR Swedish Depositary Receipt

Gabelli Enterprise Mergers and Acquisitions Fund

Statement of Assets and Liabilities
October 31, 2017

Assets:	
Investments, at value (cost $146,655,578)	$159,538,454
Foreign currency, at value (cost $2,893,489)	2,967,431
Cash	16,351
Receivable for Fund shares sold	274,617
Receivable for investments sold	264,741
Dividends receivable	57,037
Prepaid expenses	37,439
Other receivable	29,250
Total Assets	163,185,320
Liabilities:	
Payable for Fund shares redeemed	172,182
Payable for investments purchased	1,202,922
Payable for investment advisory fees	128,878
Payable for distribution fees	52,582
Payable for accounting fees	15,000
Payable for payroll expenses	636
Other accrued expenses	95,607
Total Liabilities	1,667,807
Net Assets (applicable to 10,895,165 shares outstanding)	$161,517,513
Net Assets Consist of:	
Paid-in capital	$149,164,728
Accumulated net investment loss	(578,435)
Distributions in excess of net realized gain on investments and foreign currency transactions	(25,703)
Net unrealized appreciation on investments	12,882,876
Net unrealized appreciation on foreign currency translations	74,047
Net Assets	$161,517,513
Shares of Capital Stock, each at $0.001 par value:	
Class AAA:	
Net Asset Value, offering, and redemption price per share ($6,200,712 ÷ 414,592 shares outstanding; 100,000,000 shares authorized)	$14.96
Class A:	
Net Asset Value and redemption price per share ($46,887,023 ÷ 3,182,908 shares outstanding; 200,000,000 shares authorized)	$14.73
Maximum offering price per share (NAV ÷ 0.9425, based on maximum sales charge of 5.75% of the offering price)	$15.63
Class C:	
Net Asset Value and offering price per share ($38,627,929 ÷ 2,854,018 shares outstanding; 100,000,000 shares authorized)	$13.53(a)
Class T:	
Net Asset Value and redemption price per share ($1,012.10 ÷ 68.63 shares outstanding; 100,000,000 shares authorized)	$14.75
Maximum offering price per share (NAV ÷ 0.9750, based on maximum sales charge of 2.50% of the offering price)	$15.13
Class Y:	
Net Asset Value, and redemption price per share ($69,800,837 ÷ 4,443,578 shares outstanding; 100,000,000 shares authorized)	$15.71

(a) Redemption price varies based on the length of time held.

Statement of Operations
For the Year Ended October 31, 2017

Investment Income:	
Dividends (net of foreign withholding taxes of $56,613)	$ 1,758,691
Interest	300,550
Other Income*	3,848
Total Investment Income	2,063,089
Expenses:	
Investment advisory fees	1,545,994
Distribution fees - Class AAA	12,323
Distribution fees - Class A	230,147
Distribution fees - Class C	429,132
Distribution fees - Class T	1
Shareholder services fees	162,365
Directors' fees	74,500
Registration expenses	68,827
Shareholder communications expenses	60,982
Legal and audit fees	58,302
Accounting fees	45,000
Custodian fees	31,567
Interest expense	18,353
Payroll expenses	3,201
Miscellaneous expenses	23,196
Total Expenses	2,763,890
Less:	
Expenses paid indirectly by broker (See Note 6)	(2,486)
Net Expenses	2,761,404
Net Investment Loss	(698,315)
Net Realized and Unrealized Gain/(Loss) on Investments, Securities Sold Short, and Foreign Currency:	
Net realized gain on investments	5,744,298
Net realized loss on foreign currency transactions	(2,717)
Net realized gain on investments and foreign currency transactions	5,741,581
Net change in unrealized appreciation/depreciation:	
on investments	10,933,870
on securities sold short	(8,914)
on foreign currency translations	172,627
Net change in unrealized appreciation/depreciation on investments, securities sold short, and foreign currency translations	11,097,583
Net Realized and Unrealized Gain/(Loss) on Investments, Securities Sold Short, and Foreign Currency	16,839,164
Net Increase in Net Assets Resulting from Operations	$16,140,849

* The Fund received a reimbursement of custody expenses paid in prior years.

See accompanying notes to financial statements.

Gabelli Enterprise Mergers and Acquisitions Fund

Statement of Changes in Net Assets

	Year Ended October 31, 2017	Year Ended October 31, 2016
Operations:		
Net investment loss	$ (698,315)	$ (190,576)
Net realized gain on investments, and foreign currency transactions	5,741,581	10,307,496
Net change in unrealized appreciation/depreciation on investments, securities sold short, and foreign currency translations	11,097,583	(8,302,711)
Net Increase in Net Assets Resulting from Operations	16,140,849	1,814,209
Capital Share Transactions:		
Class AAA	1,679,658	(922,957)
Class A	(6,922,346)	(9,998,717)
Class C	(9,921,139)	(9,735,326)
Class T	1,000	—
Class Y	3,862,479	(18,350,000)
Net Decrease in Net Assets from Capital Share Transactions	(11,300,348)	(39,007,000)
Redemption Fees	139	2,048
Net Increase/(Decrease) in Net Assets	4,840,640	(37,190,743)
Net Assets:		
Beginning of year	156,676,873	193,867,616
End of year (including undistributed net investment income of $0 and $0, respectively)	$161,517,513	$156,676,873

See accompanying notes to financial statements.

Gabelli Enterprise Mergers and Acquisitions Fund
Financial Highlights

Selected data for a share of capital stock outstanding throughout each period:

		Income (Loss) from Investment Operations						Ratios to Average Net Assets/ Supplemental Data			
Year Ended October 31	Net Asset Value, Beginning of Period	Net Investment Income (Loss)(a)	Net Realized and Unrealized Gain on Investments	Total from Investment Operations	Redemption Fees (a)(b)	Net Asset Value, End of Period	Total Return†	Net Assets End of Period (in 000's)	Net Investment Income (Loss)	Operating Expenses	Portfolio Turnover Rate
Class AAA											
2017	$13.52	$(0.04)	$1.48	$1.44	$0.00	$14.96	10.65%	$ 6,201	(0.28)%	1.51%(c)(d)	113%
2016	13.31	0.01	0.20	0.21	0.00	13.52	1.58	4,069	0.07	1.52(c)(d)(e)(f)	151
2015	12.86	(0.07)	0.52	0.45	0.00	13.31	3.50	4,943	(0.51)	1.47(c)(d)(e)	162
2014	12.66	(0.03)	0.23	0.20	0.00	12.86	1.58	11,315	(0.24)	1.46(d)(e)	181
2013	11.00	0.04	1.62	1.66	0.00	12.66	15.09	8,671	0.37	1.49(d)	197
Class A											
2017	$13.35	$(0.07)	$1.45	$1.38	$0.00	$14.73	10.34%	$ 46,887	(0.46)%	1.71%(c)(d)	113%
2016	13.17	(0.02)	0.20	0.18	0.00	13.35	1.37	48,770	(0.13)	1.72(c)(d)(e)(f)	151
2015	12.75	(0.08)	0.50	0.42	0.00	13.17	3.29	58,039	(0.63)	1.67(c)(d)(e)	162
2014	12.57	(0.06)	0.24	0.18	0.00	12.75	1.43	93,980	(0.51)	1.66(d)(e)	181
2013	10.94	0.02	1.61	1.63	0.00	12.57	14.90	109,446	0.15	1.69(d)	197
Class C											
2017	$12.33	$(0.13)	$1.33	$1.20	$0.00	$13.53	9.73%	$ 38,628	(1.01)%	2.26%(c)(d)	113%
2016	12.23	(0.08)	0.18	0.10	0.00	12.33	0.82	44,424	(0.67)	2.27(c)(d)(e)(f)	151
2015	11.91	(0.14)	0.46	0.32	0.00	12.23	2.69	53,738	(1.19)	2.22(c)(d)(e)	162
2014	11.81	(0.12)	0.22	0.10	0.00	11.91	0.85	57,616	(1.04)	2.21(d)(e)	181
2013	10.33	(0.04)	1.52	1.48	0.00	11.81	14.33	58,062	(0.39)	2.24(d)	197
Class T(g)											
2017	$14.57	$(0.03)	$0.21	$0.18	—	$14.75	1.24%	$ 1	(0.63)%	1.51%(c)(d)	113%
Class Y											
2017	$14.17	$(0.00)(b)	$1.54	$1.54	$0.00	$15.71	10.87%	$ 69,801	(0.02)%	1.26%(c)(d)	113%
2016	13.91	0.05	0.21	0.26	0.00	14.17	1.87	59,414	0.33	1.27(c)(d)(e)(f)	151
2015	13.41	(0.03)	0.53	0.50	0.00	13.91	3.73	77,148	(0.20)	1.21(c)(d)(e)	162
2014	13.16	(0.00)	0.25	0.25	0.00	13.41	1.90	80,672	(0.03)	1.21(d)(e)	181
2013	11.41	0.06	1.69	1.75	0.00	13.16	15.34	66,746	0.48	1.24(d)	197

† Total return represents aggregate total return of a hypothetical $1,000 investment at the beginning of the period and sold at the end of the period including reinvestment of distributions and does not reflect applicable sales charges. Total return for a period of less than one year is not annualized.

(a) Per share amounts have been calculated using the average shares outstanding method.

(b) Amount represents less than $0.005 per share.

(c) The Fund received credits from a designated broker who agreed to pay certain Fund operating expenses. For the years ended October 31, 2017, 2016 and 2015, there was no impact on the expense ratios.

(d) The Fund incurred interest expense during the year ended October 31, 2017. If interest expense had not been incurred during the year, the ratio of operating expenses to average net assets would have been 1.50% (Class AAA), 1.70% (Class A), 2.25% (Class C), 1.50% (Class T) and 1.25% (Class Y) respectively. For the years ended October 31, 2016, 2015, 2014, and 2013, there was no impact on the expense ratio.

(e) The Fund incurred dividend expense and service fees on securities sold short. If these expenses and fees had not been incurred, the ratios of operating expenses to average net assets for the year ended October 31, 2016 would have been 1.50% (Class AAA), 1.70% (Class A), 2.25% (Class C), and 1.25% (Class Y), respectively. For the years ended October 31, 2015, and 2014, there was no impact on the expense ratios.

(f) During the year ended October 31, 2016, the Fund received a reimbursement of custody expenses paid in prior years. Had such reimbursement (allocated by relative net asset values of the Fund's share classes) been included in that period, the expense ratios would have been 1.44% (Class AAA),1.64% (Class A), 2.19% (Class C), and 1.19% (Class Y), respectively.

(g) Class T Shares were initially offered on June 30, 2017.

See accompanying notes to financial statements.

1. Organization. The Gabelli Enterprise Mergers and Acquisitions Fund is a series of the Gabelli 787 Fund, Inc. (the “Corporation”), which was organized in Maryland and commenced operations on February 28, 2001. On June 30, 2017, the Fund began to offer for sale Class T Shares. The Fund is a non-diversified open-end management investment company registered under the Investment Company Act of 1940, as amended (the “1940 Act”). Its primary objective is capital appreciation.

2. Significant Accounting Policies. As an investment company, the Fund follows the investment company accounting and reporting guidance, which is part of U.S. generally accepted accounting principles (“GAAP”) that may require the use of management estimates and assumptions in the preparation of its financial statements. 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 financial statements.

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 obligations 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, 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. Certain securities are valued principally using dealer quotations. Futures contracts are valued at the closing settlement price of the exchange or board of trade on which the applicable contract is traded. OTC futures and options on futures for which market quotations are readily available will be valued by quotations received from a pricing service or, if no quotations are available from a pricing service, by quotations obtained from one or more dealers in the instrument in question by the Adviser.

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).

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 by inputs used to value the Fund's investments as of October 31, 2017 is as follows:

	Valuation Inputs			
	Level 1 Quoted Prices	Level 2 Other Significant Observable Inputs	Level 3 Significant Unobservable Inputs	Total Market Value at 10/31/17
INVESTMENTS IN SECURITIES:				
ASSETS (Market Value):				
Common Stocks:				
Automotive: Parts and Accessories	$ 719,872	—	$100,000	$ 819,872
Building and Construction	3,500,674	$ 172,000	—	3,672,674
Business Services	3,110,797	—	0	3,110,797
Energy and Utilities	7,836,320	—	0	7,836,320
Financial Services	5,548,666	40,250	—	5,588,916
Wireless Communications	8,536,201	—	29,863	8,566,064
All Other Industries (a)	79,758,874	—	—	79,758,874
Total Common Stocks	109,011,404	212,250	129,863	109,353,517
Rights (a)	—	121,000	183,390	304,390
Warrants (a)	217	—	—	217
Corporate Bonds (a)	—	—	3,010	3,010
U.S. Government Obligations	—	49,877,320	—	49,877,320
TOTAL INVESTMENTS IN SECURITIES – ASSETS	$109,011,621	$50,210,570	$316,263	$159,538,454

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

During the year ended October 31, 2017, the Fund had transfers of $92,600 or 0.06% from Level 1 to Level 3, $155,000 or 0.10% from Level 1 to Level 2, $88,000 or 0.06% from Level 3 to Level 2, and $7,821 or 0.01% from Level 2 to Level 1 of net assets as of October 31, 2017. Transfers from Level 1 to Level 3 and Level 1 to Level 2 are due to a decline in market activity, e.g., frequency of trades, which resulted in a lack of available market inputs to determine price. Transfers from Level 2 to Level 1 and Level 3 to Level 2 are due to an increase in market activity, e.g., frequency of trades, which resulted in an increase in available market inputs to determine price. The Fund's policy is to recognize transfers among Levels as of the beginning of the reporting period.

The following table reconciles Level 3 investments for which significant unobservable inputs were used to determine fair value:

	Balance as of 10/31/16	Accrued discounts/ (premiums)	Realized gain/ (loss)	Change in unrealized appreciation/ depreciation	Purchases	Sales	Transfers into Level 3††	Transfers out of Level 3††	Balance as of 10/31/17	Net change in unrealized appreciation/ depreciation during the period on Level 3 investments still held at 10/31/17†
INVESTMENTS IN SECURITIES:										
ASSETS (Market Value):										
Common Stocks:										
Automotive: Parts and Accessories	—	—	—	$ 7,400	—	—	$92,600	—	$100,000	$ 7,400
Business Services	$ 0	—	—	—	—	—	—	—	0	—
Energy and Utilities	0	—	—	—	—	—	—	—	0	—
Media	628,725	—	$168,321	(74,732)	—	$ (722,314)	—	—	—	—
Wireless Communications	—	—	—	1,011	$28,852	—	—	—	29,863	1,011
Total Common Stocks	628,725	—	168,321	(66,321)	28,852	(722,314)	92,600	—	129,863	8,411
Rights (a)	1,120,100	—	336,191	(159,843)	45,420	(1,070,478)	—	$(88,000)	183,390	(89,150)
Corporate Bonds (a)	—	—	—	—	3,010	—	—	—	3,010	—
TOTAL INVESTMENTS IN SECURITIES	$1,748,825	—	$504,512	$(226,164)	$77,282	$(1,792,792)	$92,600	$(88,000)	$316,263	$(80,739)

(a) Please refer to the Schedule of Investments for the industry classifications of these portfolio holdings.
† Net change in unrealized appreciation/depreciation on investments is included in the related amounts in the Statement of Operations.
†† The Fund's policy is to recognize transfers into and out of Level 3 as of the beginning of the reporting period.

The following table summarizes the valuation techniques used and unobservable inputs utilized to determine the value of certain of the Fund's Level 3 investments as of October 31, 2017:

Description	Balance at 10/31/17	Valuation Technique	Unobservable Input	Range
INVESTMENTS IN SECURITIES:				
ASSETS (Market Value):				
Rights (a)	$183,390	Acquisition price/Cash flow analysis/Intrinsic value	Discount Range	0%
Corporate Bonds (a)	3,010	Acquisition price/Cash flow analysis	Discount Range	0%
Common Stocks (a)	129,863	Acquisition price/Cash flow analysis/Bankruptcy plan	Discount Range	0%
	$316,263			

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

Unobservable Input	Impact to Value if Input Increases	Impact to Value if Input Decreases
Discount Range	Decrease	Increase

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 data within these feeds are 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 or preferred equities, warrants, options, rights, or 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. When fair valuing a security, factors to consider include 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 may include backtesting 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 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, 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.

Collateral requirements differ by type of derivative. Collateral requirements are set by the broker or exchange clearing house for exchange traded derivatives, while collateral terms are contract specific for derivatives traded over-the-counter. Securities pledged to cover obligations of the Fund under derivative contracts are noted in the Schedule of Investments. Cash collateral, if any, pledged for the same purpose will be reported separately in the Statement of Assets and Liabilities.

The Fund's derivative contracts held at October 31, 2017, 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 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.

Unrealized gains related to swaps are reported as an asset and unrealized losses are reported as a liability in the Statement of Assets and Liabilities. The change in value of swaps, including the accrual of periodic amounts of interest to be paid or received on swaps, is reported as unrealized gain or loss in the Statement of Operations. A realized gain or loss is recorded upon payment or receipt of a periodic payment or termination of swap agreements. At October 31, 2017, the Fund held no investments in equity contract for difference swap agreements.

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.

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.

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. At October 31, 2017, there were no short sales outstanding.

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 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. At October 31, 2017, the Fund did not hold restricted securities.

Securities Transactions and Investment Income. Securities transactions are accounted for on the trade date with realized gain or loss on investments determined by using the identified cost method. Interest income (including amortization of premium and accretion of discount) is recorded on the accrual basis. Premiums and discounts on debt securities are amortized using the effective yield to maturity method. Dividend income is recorded on the ex-dividend date, except for certain dividends from foreign securities that are recorded as soon after the ex-dividend date as the Fund becomes aware of such dividends.

Determination of Net Asset Value and Calculation of Expenses. Certain administrative expenses are common to, and allocated among, various affiliated funds. Such allocations are made on the basis of each fund's average net assets or other criteria directly affecting the expenses as determined by the Adviser pursuant to procedures established by the Board.

In calculating the NAV per share of each class, investment income, realized and unrealized gains and losses, redemption fees, and expenses other than class specific expenses are allocated daily to each class of shares based upon the proportion of net assets of each class at the beginning of each day. Distribution expenses are borne solely by the class incurring the expense.

Distributions to Shareholders. Distributions to shareholders are recorded on the ex-dividend date. Distributions to shareholders are based on income and capital gains as determined in accordance with federal income tax regulations, which may differ from income and capital gains as determined under GAAP. These differences are primarily due to differing treatments of income and gains on various investment securities and foreign currency transactions held by the Fund. These book/tax differences are either temporary or permanent in nature. To the extent these differences are permanent, adjustments are made to the appropriate capital accounts in the period when the differences arise. Permanent differences were primarily due to the write-off of current year net operating loss and the reclass of capital gains on passive foreign investment companies. These reclassifications have no impact on the NAV of the Fund. For the year ended October 31, 2017, reclassifications were made to decrease accumulated net investment loss by $323,798 and increase distributions in excess of net realized gain on investments and foreign currency transactions by $6,752, with an offsetting adjustment to paid-in capital.

No distributions were made during the fiscal years ended October 31, 2017 or 2016.

Provision for Income Taxes. The Fund intends to continue to qualify as a regulated investment company under Subchapter M of the Internal Revenue Code of 1986, as amended (the "Code"). It is the policy of the Fund to comply with the requirements of the Code applicable to regulated investment companies and to distribute substantially all of its net investment company taxable income and net capital gains. Therefore, no provision for federal income taxes is required.

At October 31, 2017, the components of accumulated earnings/losses on a tax basis were as follows:

Undistributed long term capital gains	$ 2,191,591
Net unrealized appreciation on investments and foreign currency translations	10,732,626
Qualified late year loss deferral*	(571,432)
Total	$12,352,785

* Qualified late year losses relate to ordinary losses incurred after December 31, 2016 through the Fund's October 31, 2017 fiscal year end which were elected to be treated as if they occurred on the first day of the following fiscal year November 1, 2017.

The Fund is permitted to carry forward for an unlimited period capital losses incurred in fiscal years beginning after December 22, 2010. In addition, these losses must be utilized prior to the losses incurred in pre-enactment taxable years. As a result of the rule, pre-enactment capital loss carryforwards may have an increased likelihood of expiring unused. Additionally, post enactment capital losses that are carried forward will retain their character as either short term or long term capital losses rather than being considered all short term as under previous law.

During the year ended October 31, 2017, the Fund utilized capital loss carryforwards of $3,057,974.

At October 31, 2017, the temporary differences between book basis and tax basis unrealized appreciation on investments were primarily due to deferral of losses from wash sales for tax purposes.

The following summarizes the tax cost of investments and the related net unrealized appreciation/depreciation at October 31, 2017:

	Cost	Gross Unrealized Appreciation	Gross Unrealized Depreciation	Net Unrealized Appreciation
Investments	$148,879,875	$22,599,806	$(11,941,227)	$10,658,579

The Fund is required to evaluate tax positions taken or expected to be taken in the course of preparing the Fund's tax returns to determine whether the tax positions are "more-likely-than-not" of being sustained by the applicable tax authority. Income tax and related interest and penalties would be recognized by the Fund as tax expense in the Statement of Operations if the tax positions were deemed not to meet the more-likely-than-not threshold. For the year ended October 31, 2017, the Fund did not incur any income tax, interest, or penalties. As of October 31, 2017, the Adviser has reviewed all open tax years and concluded that there was no impact to the Fund's net assets or results of operations. The Fund's federal and state tax returns for the prior three fiscal years remain open, subject to examination. On an ongoing basis, the Adviser will monitor the Fund's tax positions to determine if adjustments to this conclusion are necessary.

3. Investment Advisory Agreement and Other Transactions. The Fund has entered into an investment advisory agreement (the "Advisory Agreement") with the Adviser which provides that the Fund will pay the Adviser a fee, computed daily and paid monthly, at annual rates as follows:

First $1 Billion	0.935%
Next $1 Billion	0.910%
Next $3 Billion	0.885%
Next $5 Billion	0.860%
Thereafter	0.835%

In accordance with the Advisory Agreement, the Adviser provides a continuous investment program for the Fund's portfolio, oversees the administration of all aspects of the Fund's business and affairs, and pays the compensation of all Officers and Directors of the Fund who are affiliated persons of the Adviser.

As per the approval of the Board, the Fund is allocated a portion of the Chief Compliance Officer's cost. For the year ended October 31, 2017, the Fund paid or accrued $3,201 in payroll expenses in the Statement of Operations.

The Fund pays each Director who is not considered an affiliated person an annual retainer of $6,000 plus $1,000 for each Board meeting attended, and they are reimbursed by the Fund for any out of pocket expenses incurred in attending meetings. All Board committee members receive $500 per meeting attended and the Chairman of the Audit Committee and the Lead Director receive annual fees of $1,500 and $2,000, respectively. The Chairmen of the Proxy Voting Committee and the Nominating Committee each receive annual fees of $1,000. A Director may receive a single meeting fee, allocated among the participating funds, for participation in certain meetings held on behalf of multiple funds. Directors who are directors or employees of the Adviser or an affiliated company receive no compensation or expense reimbursement from the Fund.

4. Distribution Plan. The Fund's Board has adopted a distribution plan (the "Plan") pursuant to Rule 12b-1 under the 1940 Act. Under the Class AAA, Class A, Class C, and Class T Share Plans, payments are authorized to the G.distributors, LLC (the "Distributor"), an affiliate of the Adviser, at annual rates of 0.25%, 0.45%, 1.00%, and 0.25%, respectively, of the average daily net assets of those classes, the annual limitations under each Plan. Such payments are accrued daily and paid monthly. Class Y shares do not participate in the Plan and pay no distribution fees.

5. Portfolio Securities. Purchases and sales of securities during the fiscal year ended October 31, 2017, other than short term securities and U.S. Government obligations, aggregated $143,917,260 and $174,441,974, respectively.

6. Transactions with Affiliates and Other Arrangements. During the fiscal year ended October 31, 2017, the Fund paid $82,154 in brokerage commissions on security trades to G.research, LLC, an affiliate of the

Adviser. Additionally, the Distributor retained a total of $18,700 from investors representing commissions (sales charges and underwriting fees) on sales and redemptions of Fund shares.

During the fiscal year ended October 31, 2017, the Fund received credits from a designated broker who agreed to pay certain Fund operating expenses. The amount of such expenses paid through this directed brokerage arrangement during this period was $2,486.

The cost of calculating the Fund's NAV per share is a Fund expense pursuant to the Advisory Agreement. During the year ended October 31, 2017, the Fund paid or accrued $45,000 to the Adviser in connection with the cost of computing the Fund's NAV.

7. Line of Credit. The Fund participates in an unsecured line of credit, which expires on March 8, 2018 and may be renewed annually, of up to $75,000,000 under which it may borrow up to 10% of its net assets from the custodian for temporary borrowing purposes. Borrowings under this arrangement bear interest at a floating rate equal to the higher of the overnight Federal Funds rate plus 125 basis points or the 30 day LIBOR plus 125 basis points in effect on that day. This amount, if any, would be included in "Interest expense" in the Statement of Operations. During the fiscal year ended October 31, 2017, there were no borrowings under the line of credit.

8. Capital Stock. The Fund offers five classes of shares – Class AAA Shares, Class A Shares, Class C Shares, Class T Shares, and Class Y Shares. Class AAA Shares and Class Y Shares are offered without a sales charge. Class A Shares and Class T Shares are subject to a maximum front-end sales charge of 5.75% and 2.50%, respectively. Class C Shares are subject to a 1.00% contingent deferred sales charge for one year after purchase.

The Fund imposes a redemption fee of 2.00% on all classes of shares that are redeemed or exchanged on or before the seventh day after the date of a purchase. The redemption fee is deducted from the proceeds otherwise payable to the redeeming shareholders and is retained by the Fund as an increase in paid-in capital. The redemption fees retained by the Fund during the fiscal years ended October 31, 2017 and 2016, if any, can be found in the Statement of Changes in Net Assets under Redemption Fees.

Transactions in shares of capital stock were as follows:

	Year Ended October 31, 2017		Year Ended October 31, 2016	
	Shares	Amount	Shares	Amount
Class AAA				
Shares sold	193,723	$ 2,842,300	109,756	$ 1,478,333
Shares redeemed	(79,988)	(1,162,642)	(180,147)	(2,401,290)
Net increase/(decrease)	113,735	$ 1,679,658	(70,391)	$ (922,957)
Class A				
Shares sold	866,377	$ 12,431,219	416,097	$ 5,502,463
Shares redeemed	(1,337,399)	(19,353,565)	(1,170,599)	(15,501,180)
Net decrease	(471,022)	$ (6,922,346)	(754,502)	$ (9,998,717)
Class C				
Shares sold	280,102	$ 3,702,094	383,150	$ 4,699,402
Shares redeemed	(1,028,728)	(13,623,233)	(1,174,428)	(14,434,728)
Net decrease	(748,626)	$ (9,921,139)	(791,278)	$ (9,735,326)
Class T (a)				
Shares sold	69	$ 1,000		
Net increase	69	$ 1,000		
Class Y				
Shares sold	1,608,156	$ 24,565,072	1,326,196	$ 18,659,209
Shares redeemed	(1,357,978)	(20,702,593)	(2,677,853)	(37,009,209)
Net increase/(decrease)	250,178	$ 3,862,479	(1,351,657)	$(18,350,000)

(a) Class T Shares were initially offered on June 30, 2017.

9. Indemnifications. The Fund enters into contracts that contain a variety of indemnifications. The Fund's maximum exposure under these arrangements is unknown. However, the Fund has not had prior claims or losses pursuant to these contracts. Management has reviewed the Fund's existing contracts and expects the risk of loss to be remote.

10. Subsequent Events. Management has evaluated the impact on the Fund of all subsequent events occurring through the date the financial statements were issued and has determined that there were no subsequent events requiring recognition or disclosure in the financial statements.

Gabelli Enterprise Mergers and Acquisitions Fund
Report of Independent Registered Public Accounting Firm

To the Board of Directors of Gabelli 787 Fund, Inc. and the Shareholders of
Gabelli Enterprise Mergers and Acquisitions Fund:

In our opinion, the accompanying statement of assets and liabilities, including the schedule of investments, and the related statements of operations and of changes in net assets and the financial highlights present fairly, in all material respects, the financial position of Gabelli Enterprise Mergers and Acquisitions Fund (a series of the Gabelli 787 Fund, Inc. and hereafter referred to as the “Fund”) as of October 31, 2017, the results of its operations for the year then ended, the changes in its net assets for each of the two years in the period then ended and the financial highlights for each of the periods indicated, in conformity with accounting principles generally accepted in the United States of America. These financial statements and financial highlights (hereafter referred to as “financial statements”) are the responsibility of the Fund’s management. Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits of these financial statements in accordance with the standards of the Public Company Accounting Oversight Board (United States). Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, and evaluating the overall financial statement presentation. We believe that our audits, which included confirmation of securities as of October 31, 2017 by correspondence with the custodian and brokers, provide a reasonable basis for our opinion.

PricewaterhouseCoopers LLP
New York, New York
December 20, 2017

Gabelli Enterprise Mergers and Acquisitions Fund
Additional Fund Information (Unaudited)

The business and affairs of the Fund are managed under the direction of the Fund's Board of Directors. Information pertaining to the Directors and officers of the Fund is set forth below. The Fund's Statement of Additional Information includes additional information about the Fund's Directors and is available without charge, upon request, by calling 800-GABELLI (800-422-3554) or by writing to the Gabelli Enterprise Mergers and Acquisitions Fund at One Corporate Center, Rye, NY 10580-1422.

Name, Position(s) Address[1] and Age	Term of Office and Length of Time Served[2]	Number of Funds in Fund Complex Overseen by Director	Principal Occupation(s) During Past Five Years	Other Directorships Held by Director[4]
INTERESTED DIRECTORS[3]:				
Regina M. Pitaro Director Age: 62	Since 2008	1	Managing Director of GAMCO Asset Management, Inc.	—
INDEPENDENT DIRECTORS[5]:				
Anthony J. Colavita Director Age: 81	Since 2008	28	President of the law firm of Anthony J. Colavita, P.C.	—
James P. Conn Director Age: 79	Since 2008	27	Former Managing Director and Chief Investment Officer of Financial Security Assurance Holdings Ltd. (1992-1998)	—
Vincent D. Enright Director Age: 73	Since 2008	17	Former Senior Vice President and Chief Financial Officer of KeySpan Corp. (public utility) (1994-1998)	Director of Echo Therapeutics, Inc. (therapeutics and diagnostics) (2008-2014); Director of the LGL Group, Inc. (diversified manufacturing) (2011-2014)
Arthur V. Ferrara Director Age: 87	Since 2008	8	Former Chairman of the Board and Chief Executive Officer of The Guardian Life Insurance Company of America (1993-1995)	—
Kuni Nakamura Director Age: 49	Since 2008	33	President of Advanced Polymer, Inc. (chemical manufacturing company); President of KEN Enterprises, Inc. (real estate)	—
Salvatore M. Salibello Director Age: 72	Since 2016	6	Former director of Kids Brand, Inc. (consumer products) – no longer in business; Senior Partner of Bright Side Consulting (consulting); Certified Public Accountant and Managing Partner of the certified public accounting firm of Salibello & Broder LLP (1978-2012); Partner of BDO Seidman, LLP (2012-2013)	Director of Kid Brands, Inc. (consumer products) (2002-2014)
Salvatore J. Zizza Director Age: 71	Since 2008	30	President of Zizza & Associates Corp. (private holding company); Chairman of Harbor Diversified, Inc. (pharmaceuticals); Chairman of BAM (semiconductor and aerospace manufacturing); Chairman of Bergen Cove Realty Inc.; Chairman of Metropolitan Paper Recycling Inc. (recycling) (2005-2014)	Director and Vice Chairman of Trans-Lux Corporation (business services); Director and Chairman of Harbor Diversified Inc. (pharmaceuticals); Director, Chairman, and CEO of General Employment Enterprises (staffing services) (2009-2012)

Name, Position(s) Address[1] and Age	Term of Office and Length of Time Served[2]	Principal Occupation(s) During Past Five Years
OFFICERS:		
Bruce N. Alpert President Age: 65	Since 2008	Executive Vice President and Chief Operating Officer of Gabelli Funds, LLC since 1988; Officer of registered investment companies within the Gabelli/GAMCO/Teton Fund Complex; Senior Vice President of GAMCO Investors, Inc. since 2008; Director of Teton Advisors, Inc., 1998-2012
Agnes Mullady Vice President Age: 59	Since 2008	Officer of all of the registered investment companies within the Gabelli/GAMCO/Teton Fund Complex since 2006; President and Chief Operating Officer of the Fund Division of Gabelli Funds, LLC since 2015; Chief Executive Officer of G.distributors, LLC since 2010; Senior Vice President of GAMCO Investors, Inc. since 2009; Vice President of Gabelli Funds, LLC since 2007; Executive Vice President of Associated Capital Group, Inc. since 2016
Andrea R. Mango Secretary Age: 45	Since 2013	Vice President of GAMCO Investors, Inc. since 2016; Counsel of Gabelli Funds, LLC since 2013; Secretary of all registered investment companies within the Gabelli/GAMCO/Teton Fund Complex since 2013; Vice President of all closed-end funds within the Gabelli/GAMCO/Teton Fund Complex since 2014; Corporate Vice President within the Corporate Compliance Department of New York Life Insurance Company, 2011-2013; Vice President and Counsel of Deutsche Bank, 2006-2011
John C. Ball Treasurer Age: 41	Since 2017	Treasurer of funds within the Gabelli/GAMCO/Teton Fund Complex (closed-end funds since May 2017 and open-end funds since February 2017); Vice President and Assistant Treasurer of AMG Funds, 2014-2017; Vice President of State Street Corporation, 2007-2014
Richard J. Walz Chief Compliance Officer Age: 58	Since 2013	Chief Compliance Officer of all of the registered investment companies within the Gabelli/GAMCO/Teton Fund Complex since 2013; Chief Compliance Officer of AEGON USA Investment Management, 2011-2013; Chief Compliance Officer of Cutwater Asset Management, 2004-2011

[1] Address: One Corporate Center, Rye, NY 10580-1422, unless otherwise noted.

[2] Each Director will hold office for an indefinite term until the earliest of (i) the next meeting of shareholders, if any, called for the purpose of considering the election or re-election of such Director and until the election and qualification of his or her successor, if any, elected at such meeting, or (ii) the date a Director resigns or retires, or a Director is removed by the Board of Directors or shareholders, in accordance with the Fund's By-Laws and Articles of Incorporation. Each officer will hold office for an indefinite term until the date he or she resigns or retires or until his or her successor is elected and qualified.

[3] "Interested person" of the Fund as defined in the 1940 Act. Ms. Pitaro is considered an "interested person" because of her affiliation with Gabelli Funds, LLC that acts as the Fund's investment adviser.

[4] This column includes only directorships of companies required to report to the SEC under the Securities Exchange Act of 1934, as amended, i.e., public companies, or other investment companies registered under the 1940 Act.

[5] Directors who are not interested persons are considered "Independent" Directors.

Portfolio Manager Biography

Mario J. Gabelli, CFA, is Chairman, Chief Executive Officer, and Chief Investment Officer - Value Portfolios of GAMCO Investors, Inc. that he founded in 1977, and Chief Investment Officer - Value Portfolios of Gabelli Funds, LLC and GAMCO Asset Management Inc. He is also Executive Chairman of Associated Capital Group, 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.

GABELLI ENTERPRISE MERGERS AND ACQUISITIONS FUND

A Portfolio of the Gabelli 787 Fund, Inc.

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State Street Bank and Trust Company

LEGAL COUNSEL

Paul Hastings LLP

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