

**ATTENTION: IMPORTANT TAX INFORMATION**  
**2001 DISTRIBUTION BREAKDOWN**  
**Common Stock**

To All Shareholders:

Set forth below is the allocation of net investment income, short-term capital gains and long-term capital gains for the 2001 distributions of the Common Shares of The Gabelli Convertible Securities Fund Inc.

If there are any questions, please contact Peter Latartara at (914) 921-5070.

**\$ PER SHARE**

	1ST QTR	2ND QTR	3RD QTR	4TH QTR	TOTAL
Record Date	03/16/01	06/15/01	09/14/01	12/14/01	
Payment Date	03/26/01	06/25/01	09/24/01	12/24/01	
<b>SOURCE</b>					
Net Investment Income (a)	\$0.1153	\$0.1181	\$0.1181	\$0.1240	\$0.4755
Short-Term Capital Gains (a)	\$0.0247	\$0.0147	\$0.0147	\$0.0154	\$0.0695
Long-Term Capital Gains (b)	\$0.0600	\$0.0672	\$0.0672	\$0.0706	\$0.2650
<b>TOTAL</b>	<b>\$0.2000</b>	<b>\$0.2000</b>	<b>\$0.2000</b>	<b>\$0.2100</b>	<b>\$0.8100</b>

**PERCENTAGES**

	1ST QTR	2ND QTR	3RD QTR	4TH QTR	TOTAL
<b>SOURCE</b>					
Net Investment Income (a)	57.6538%	59.0461%	59.0461%	59.0461%	58.7023%
Short-Term Capital Gains (a)	12.3389%	7.3358%	7.3358%	7.3358%	8.5835%
Long-Term Capital Gains (b)	30.0073%	33.6181%	33.6181%	33.6181%	32.7142%
<b>TOTAL</b>	<b>100.0000%</b>	<b>100.0000%</b>	<b>100.0000%</b>	<b>100.0000%</b>	<b>100.0000%</b>

43.042% of the long-term capital gains paid by the Gabelli Convertible Securities Fund in 2001 was classified a "20% Rate Gains" subject to a maximum tax rate of 20% (or 10% depending on an individual's tax bracket). Capital gain distributions are reported in box 2a of Form 1099-DIV. 56.958% of the long-term capital gains paid by the Gabe Convertible Securities Fund in 2001 was classified as "Qualified 5-Year Gains" reported in box 2c of Form 1099-DIV.

Corporate Dividends Received Deduction and U.S. Government Securities Income:

The percentage of the ordinary income paid by the Gabelli Convertible Securities Fund in 2001 that qualifies for the dividends received deduction available to corporations is 17.67%. The percentage of the ordinary income paid by the Gabelli Convertible Securities Fund in 2001 that was derived from U.S. Government Securities was 25.69%. The percentage of U.S. Government Securities held as of December 31, 2001 was 34.66%. (c)

- 
- (a) Distributions from net investment income and short-term capital gains are taxable as ordinary income and will appear on your Form 1099-DIV under Ordinary Dividends.
- (b) Taxable as long-term capital gains reportable in column (f), line 13 on Form 1040, Schedule D. Since there were no retained capital gains in 2001, Form 2439 will not be necessary.
- (c) Certain states require that 50% of the Fund's portfolio be invested in U.S. Government Securities at the end of each calendar quarter to allow "pass-through" treatment of income derived from U.S. Government Securities. The Fund did not meet this strict requirement in 2001.