

ATTENTION: IMPORTANT TAX INFORMATION
2001 DISTRIBUTION BREAKDOWN
8.00% Cumulative Preferred 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 8.00% Cumulative Preferred Stock 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	03/19/01	06/18/01	09/19/01	12/18/01	
	Payment Date	03/26/01	06/25/01	09/26/01	12/26/01	
SOURCE						
	Net Investment Income (a)	\$0.2952	\$0.2952	\$0.2952	\$0.2952	\$1.1808
	Short-Term Capital Gains (a)	\$0.0367	\$0.0367	\$0.0367	\$0.0367	\$0.1468
	Long-Term Capital Gains (b)	\$0.1681	\$0.1681	\$0.1681	\$0.1681	\$0.6724
	TOTAL	\$0.5000	\$0.5000	\$0.5000	\$0.5000	\$2.0000

		PERCENTAGES				
		1ST QTR	2ND QTR	3RD QTR	4TH QTR	TOTAL
	Net Investment Income (a)	59.0461%	59.0461%	59.0461%	59.0461%	59.0461%
	Short-Term Capital Gains (a)	7.3358%	7.3358%	7.3358%	7.3358%	7.3358%
	Long-Term Capital Gains (b)	33.6181%	33.6181%	33.6181%	33.6181%	33.6181%
	TOTAL	100.0000%	100.0000%	100.0000%	100.0000%	100.0000%

43.042% of the long-term capital gains paid by the Gabelli Convertible Securities Fund in 2001 was classified as "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 Gabelli 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)

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- (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.