

ATTENTION: IMPORTANT TAX INFORMATION!
2004 DISTRIBUTION BREAKDOWN
Common Shares

To All Shareholders:

Set forth below is the allocation of net investment income, short-term capital gains, long-term capital gains and non-taxable return of capital for the 2004 distributions of the Common Shares of **The Gabelli Convertible & Income Securities Fund Inc.**

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

\$ PER SHARE					
	1ST QTR	2ND QTR	3RD QTR	4TH QTR	TOTAL
Record Date	03/17/04	06/16/04	09/16/04	12/16/04	
Payment Date	03/25/04	06/24/04	09/24/04	12/27/04	
SOURCE					
Net Investment Income (a)	\$0.0470	\$0.0470	\$0.0470	\$0.0470	\$0.1880
Short-Term Capital Gains (a)	\$0.0000	\$0.0000	\$0.0000	\$0.0000	\$0.0000
Long-Term Capital Gains (b)	\$0.0000	\$0.0000	\$0.0000	\$0.0000	\$0.0000
Return of Capital (c)	\$0.1530	\$0.1530	\$0.1530	\$0.1530	\$0.6120
TOTAL	\$0.2000	\$0.2000	\$0.2000	\$0.2000	\$0.8000

PERCENTAGES					
	1ST QTR	2ND QTR	3RD QTR	4TH QTR	TOTAL
SOURCE					
Net Investment Income (a)	23.4972%	23.4972%	23.4972%	23.4972%	23.4972%
Short-Term Capital Gains (a)	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
Long-Term Capital Gains (b)	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
Return of Capital (c)	76.5028%	76.5028%	76.5028%	76.5028%	76.5028%
TOTAL	100.0000%	100.0000%	100.0000%	100.0000%	100.0000%

Ordinary Dividends and Capital Gains:

55.14% of the ordinary income (net investment income and short-term capital gains) paid by the Gabelli Convertible & Income Securities Fund in 2004 was classified as "Qualified Dividends" subject to a maximum Federal tax rate of 15% for individual taxable accounts (or 5% depending on an individual's tax bracket). Ordinary income is reported in box 1a and qualified income is reported in box 1b of Form 1099-DIV. Capital gain distributions are subject to a maximum Federal tax rate of 15% for individual taxable accounts (or 5% depending on an individual's tax bracket). Capital gain distributions are reported in box 2a 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 & Income Securities Fund in 2004 that qualifies for the dividends received deduction available to corporations is 23.92%. The percentage of the ordinary income paid by the Gabelli Convertible & Income Securities Fund in 2004 that was derived from U.S. Government Securities was 9.29%. The percentage of U.S. Government Securities held as of December 31, 2004 was 33.23%. (d)

- (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 in box 1a.
- (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 2004, Form 2439 will not be necessary.
- (c) Non-taxable distribution of capital. The tax basis of a shareholder's investment should be reduced by the same amount.
- (d) 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 2004.