

# Gabelli Value Fund

Quarter End – December 31, 2011

## FUND CHARACTERISTICS

- The Gabelli Value Fund is a non-diversified, open-end investment company whose investment objective is long-term capital appreciation.
- The Fund focuses on securities of companies which appear underpriced relative to their Private Market Value (PMV) with Catalysts to unlock that value. PMV is the price the Fund's Adviser believes a strategic buyer would be willing to pay for the entire company.
- The Fund invests primarily in common stocks.

## PORTFOLIO MANAGEMENT



**Mario J. Gabelli, CFA**, is Chairman, Chief Executive Officer and Chief Investment Officer of Value Products for GAMCO Investors, Inc., which he founded in 1977. Mr. Gabelli is a summa cum laude graduate of Fordham University and holds an MBA degree from Columbia University Graduate School of Business, and an Honorary Doctorate Degree from Roger Williams University in Rhode Island.

**Chris Marangi**, Associate Portfolio Manager, manages a portion of the assets of the Fund.

### Share Classes

#### Class AAA

Symbol	GVCAX
Cusip	36240H502

#### Class A

Symbol	GABVX
Cusip	36240H106

#### Class C

Symbol	GVCCX
Cusip	36240H304

#### Class I

Symbol	GVCIX
Cusip	36240H403

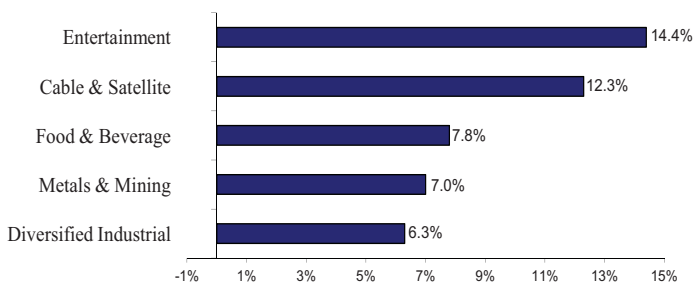
## PORTFOLIO HIGHLIGHTS 12/31/11

Total Net Assets	\$498 million
Number of Holdings	162
NAV	\$13.87
Expense Ratio	1.43%
Turnover	14%
Inception Date	9/29/89

### TOP TEN HOLDINGS

Viacom Inc.	8.3%
Newmont Mining Corp.	4.8
Swedish Match AB	4.6
CBS Corp.	3.6
Diageo Plc	2.9
National Fuel Gas Co.	2.7
Honeywell International Inc.	2.6
The DirecTV Group Inc.	2.5
Cablevision Systems Corp.	2.4
American Express Co.	2.3

### TOP SECTORS - % OF PORTFOLIO



The top ten holdings and sectors listed are not necessarily representative of the entire portfolio and are subject to change. The most recent quarterly report, which contains a more extensive list of holdings, is available from your Financial Advisor or by visiting [www.gabelli.com](http://www.gabelli.com).

*The Fund's share price will fluctuate with changes in the market value of the Fund's portfolio securities. Stocks are subject to market, economic and business risks that cause their prices to fluctuate. When you sell Fund shares, they may be worth less than what you paid for them. Consequently, you can lose money by investing in the Fund.*

*Investors should carefully consider the investment objectives, risks, charges and expenses of the Fund before investing. The prospectus, which contains more complete information about this and other matters, should be read carefully before investing.*

*Important information including performance history on reverse.*

# Gabelli Value Fund

## PERFORMANCE

### Average Annual Returns through December 31, 2011

	1 Yr	5 Yr	10 Yr	Inception	Gross Expense Ratio <sup>1</sup>	Maximum Sales Charge
<b>At NAV</b>						
<b>Class AAA</b>	0.06%	1.09%	4.83%	10.23%	1.43%	None
<b>Class A</b>	0.12%	1.08%	4.83%	10.23%	1.43%	5.75%
<b>Class C</b>	-0.71%	0.34%	4.04%	9.80%	2.18%	1.00%
<b>Class I</b>	0.41%	1.30%	4.94%	10.28%	1.18%	None
<b>Load Adjusted</b>						
<b>Class A</b>	-5.64%	-0.11%	4.21%	9.93%		
<b>Class C</b>	-1.71%	0.34%	4.04%	9.80%		
<b>S&amp;P 500</b>	2.11%	-0.25%	2.92%	8.23%		

<sup>1</sup> Expense ratio based on prospectus dated April 29, 2011.

\*\* Class AAA inception from 5/03/10

### Total Return Performance History

	Class A Shares	S&P 500 Index
2011	0.1%	2.1%
2010	27.6	15.1
2009	41.4	26.5
2008	-44.2	-37.0
2007	4.6	5.5
2006	21.7	15.8
2005	-0.2	4.9
2004	12.8	10.9
2003	31.9	28.7
2002	-16.0	-22.1
2001	5.4	-11.9
2000	-7.9	-9.1
1999	31.9	21.0
1998	23.2	28.6
1997	48.2	33.4
1996	8.7	23.0
1995	22.5	37.5
1994	0.0	1.3
1993	39.5	10.1
1992	12.7	7.6
1991	15.3	30.4
1990	-5.6	-3.1
1989*	2.1	2.1

\* From inception on 9/29/89.

Past performance is no guarantee of future results. Total return and average annual returns are historical and reflect changes in share price, reinvestment of dividends and capital gains and are net of expenses. Due to market volatility, current performance may be lower or higher than the figures shown. Investment return and principal value will fluctuate so, upon redemption, shares may be worth more or less than their original cost. To obtain the most recent month end performance information and a prospectus, please call 800-GABELLI or visit [www.gabelli.com](http://www.gabelli.com).

The inception date of the Fund was September 29, 1989. The Class A Shares' net asset values are used to calculate performance for the periods prior to the issuance of Class C Shares on March 15, 2000, Class I Shares on January 11, 2008, and Class AAA Shares on May 3, 2010. The actual performance for Class C Shares would have been lower and Class I Shares higher due to the different expenses associated with those classes of shares. Other share classes may have different performance characteristics. Performance for periods less than one year is not annualized. Class A Shares (load adjusted) includes the effect of the maximum 5.75% sales charge at the beginning of the period. Class C Shares (load adjusted) includes the effect of the applicable 1% contingent deferred sales charge at the end of the period. The Fund imposes a 2% redemption fee on shares sold or exchanged in seven days or less after the date of purchase. The S&P 500 Index is an unmanaged indicator of stock market performance and is adjusted for reinvestment of dividends.

The Fund is classified as a "non-diversified" mutual fund, which means that a greater proportion of its assets may be invested in the securities of a single issuer than a "diversified" mutual fund. As a non-diversified mutual fund, more of the Fund's assets may be focused in the common stocks of a small number of issuers, which may make the value of the Fund's shares more sensitive to changes in the market value of a single issuer or industry than shares of a diversified mutual fund.

Not FDIC Insured. Not Bank Guaranteed. May Lose Value.

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For a prospectus, current performance and additional information, visit our website at: [www.gabelli.com](http://www.gabelli.com) or call 800-GABELLI

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