

Gabelli Convertible & Income Securities Fund

March 31, 2011

Symbol GCV

CUSIP 36240B109

Exchange NYSE

INVESTMENT OBJECTIVE

The Gabelli Convertible & Income Securities Fund is a diversified, closed-end management investment company whose primary investment objective is to seek a high level of total return through a combination of current income and capital appreciation.

PORTFOLIO MANAGEMENT



Mario J. Gabelli, CFA, is Chairman and Chief Executive Officer of GAMCO Investors, Inc. that he founded in 1976 and Chief Investment Officer - Value Portfolios of Gabelli Funds, LLC and GAMCO Asset Management Inc. Mr. Gabelli is a summa cum laude graduate of Fordham University and holds an MBA degree from Columbia University Graduate School of Business.

PORTFOLIO HIGHLIGHTS

Net Assets:	\$107 million
Number of Holdings:	125
NAV:	\$6.16
NYSE Market Price:	\$6.53
Premium (Discount):	6.01%
Expense Ratio 12/31/10:*	2.05%
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Turnover 12/31/10:	44.00%
Inception Date:	07/03/89
Cash & Equivalents:	14.00%

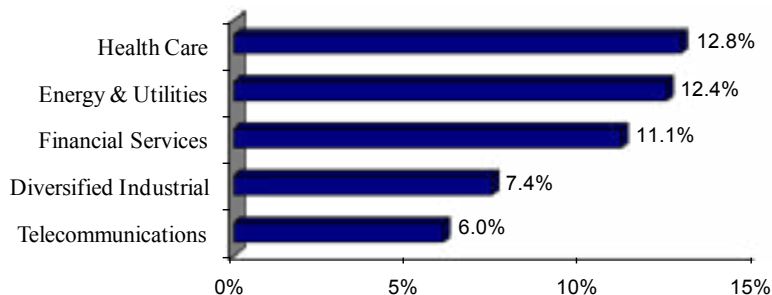
* Ratio of operating expenses to average net assets attributable to common shares before fees waived.

** Ratio of operating expenses to average net assets attributable to common shares net of fee reduction, if any.

TOP TEN HOLDINGS

SanDisk Corp., Cv., 1.00%, 05/15/13
GenCorp Inc., Sub. Deb. Cv., 2.25%, 11/15/24 & 4.0625%, 12/31/39
Griffon Corp., Cv., 4.00%, 01/15/17
Lubrizol Corp.
Genzyme Corp.
Bucyrus International Inc.
Standard Motor Products Inc., Sub. Deb. Cv., 15.00%, 04/15/11
General Electric Co.
The Coca-Cola Co.
The Interpublic Group of Companies, Cv., 4.250%, 03/15/23

TOP SECTORS % OF PORTFOLIO



The top ten holdings and top 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 adviser or by calling 1-800-GABELLI (1-800-422-3554) or visiting www.gabelli.com.

The Fund's net asset value ("NAV") per share 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. Investors acquire shares of the Fund on a securities exchange at market value, which fluctuates according to the dynamics of supply and demand. When Fund shares are sold, they may be worth more or less than their original cost. 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. Important information, including performance history and disclosures, on reverse.

PERFORMANCE

Average Annual Returns through March 31, 2011 (a)

	Quarter	1 Year	3 Year	5 Year	10 Year	15 Year	20 Year	Since Inception (07/03/89)
Gabelli Convertible and Income Securities Fund								
NAV Total Return (b)	4.55%	9.65%	3.71%	3.85%	4.40%	5.29%	6.46%	6.78%
Investment Total Return (c)	8.77%	8.33%	5.60%	2.38%	4.53%	6.22%	N/A(d)	6.03% (d)
S&P 500 Index	5.92%	15.65%	2.35%	2.62%	3.29%	6.80%	8.72%	9.12% (e)
Barclays Capital Gov't/Corporate Bond Index	0.22%	5.27%	4.81%	5.79%	5.47%	N/A(f)	N/A(f)	5.64% (f)
Lipper Convertible Securities Fund Average	5.24%	18.20%	7.51%	6.27%	6.35%	7.81%	8.94%	8.69% (e)

(a) Returns represent past performance and do not guarantee future results. Investment returns and the principal value of an investment will fluctuate. When shares are sold, 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. Performance returns for periods of less than one year are not annualized. **Investors should carefully consider the investment objectives, risks, charges, and expenses of the Fund before investing.** The S&P 500 Index is an unmanaged indicator of stock market performance. The Barclays Capital Government/Corporate Bond Index is an unmanaged market value weighted index that tracks the total return performance of fixed rate, publicly placed, dollar denominated obligations. The Lipper Convertible Securities Fund Average reflects the average performance of open-end mutual funds classified in this particular category. Dividends are considered reinvested. You cannot invest directly in an index.

(b) Total returns and average annual returns reflect changes in the NAV per share, reinvestment of distributions at NAV on the ex-dividend date, adjustments for rights offerings, spin-offs, and taxes paid on undistributed long-term capital gains and are net of expenses. Since inception return is based on an initial NAV of \$10.00.

(c) Total returns and average annual returns reflect changes in closing market values on the New York Stock Exchange, reinvestment of distributions, and adjustments for rights offerings. Since inception return is based on an initial offering price of \$11.25.

(d) The Fund converted to closed-end status on March 31, 1995 and had no operating history on the New York Stock Exchange prior to that date.

(e) From June 30, 1989, the date closest to the Fund's inception for which data is available.

(f) The Barclays Capital Government / Corporate Bond Index since inception performance is as of December 31, 1998.