

# GAMCO Vertumnus Fund

Quarter End – December 31, 2011

## FUND CHARACTERISTICS

- The GAMCO Vertumnus Fund seeks a high level of total return on assets through a combination of current income and capital appreciation.
- The Fund seeks to invest in companies which are undervalued in relation to their long-term potential value.
- The Fund invests principally in bonds and preferred stocks which are convertible into common stock of foreign and domestic companies.

## 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.

### Share Classes

#### Class AAA

Symbol	GAGCX
Cusip	36464T885

#### Class A

Symbol	GAGAX
Cusip	36464T877

#### Class C

Symbol	GACCX
Cusip	36464T851

#### Class I

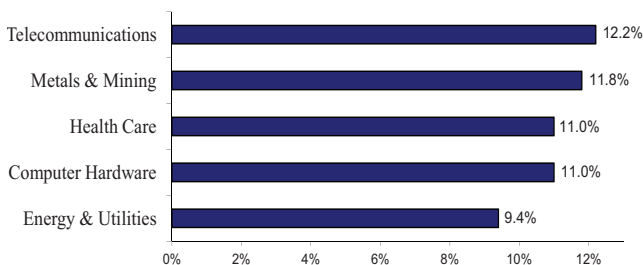
Symbol	GAGIX
Cusip	36464T760

## PORTFOLIO HIGHLIGHTS 12/31/11

Total Net Assets	\$6.2 million
Number of Holdings	32
NAV (Class AAA)	\$3.73
Expense Ratio (Class AAA)*	2.02%
Turnover	68%
Inception Date	2/3/94

\* Net expense ratio after reimbursement by the Adviser.

## TOP SECTORS - % OF PORTFOLIO

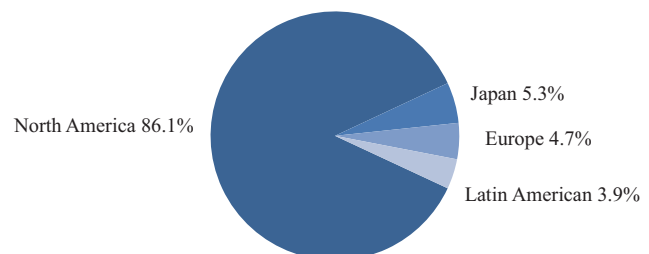


## TOP TEN HOLDINGS

Company	Percentage	Market Cap
Sandisk Corp., CV	1.000%	05/15/13 12.0%
NII Holdings Inc., CV	3.125%	06/15/12 8.0
Chemed Corp., CV	1.875%	05/15/14 6.6
Covanta Holding Corp.	3.250%	06/01/14 6.4
Newmont Mining Corp., CV	1.625%	07/15/17 6.4
Softbank Corp., CV	1.500%	03/31/13 5.3
Providence Service Corp., CV	6.500%	05/15/14 5.1
Janus Capital Group CV, Inc.	3.250%	07/15/14 4.3
JA Solar Holdings Co. Ltd.	4.500%	05/15/13 3.9
Interpublic Group of Companies Inc., CV	4.250%	03/15/23 3.6

The top ten holdings and sectors listed are not necessarily representative of the entire portfolio and are subject to change. The most recent semiannual 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).

## GEOGRAPHIC DIVERSIFICATION - % OF PORTFOLIO



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.

# GAMCO Vertumnus Fund

## PERFORMANCE

### Average Annual Returns through December 31, 2011

	1 Yr	5 Yr	10 Yr	Inception	Gross Expense Ratio <sup>1</sup>	Expense Ratio after Reimbursement from Adviser <sup>2</sup>	Maximum Sales Charge
<b>At NAV</b>							
<b>Class AAA</b>	-6.88%	-1.92%	3.21%	4.15%	2.87%	2.02%	None
<b>Class A</b>	-6.65%	-1.86%	3.27%	4.17%	2.87%	2.02%	5.75%
<b>Class C</b>	-7.55%	-2.72%	2.46%	3.71%	3.62%	2.77%	1.00%
<b>Class I</b>	-6.37%	-1.68%	3.34%	4.22%	2.62%	1.77%	None
<b>Load Adjusted</b>							
<b>Class A</b>	-12.02%	-3.01%	2.66%	3.83%			
<b>Class C</b>	-8.47%	-2.72%	2.46%	3.71%			
<b>Lipper Convertible Securities Fund Average</b>							
	-5.23%	2.56%	5.10%	6.89%			

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

<sup>2</sup> Through May 1, 2012, by contract renewable annually.

### Total Return Performance History

	Class AAA Shares Sec.	Lipper Conv. Fund Avg.
2011	-6.9%	-10.7%
2010	16.3	18.0
2009	44.7	41.1
2008	-43.2	-33.9
2007	2.1	7.5
2006	8.4	5.7
2005	8.0	2.9
2004	11.7	8.6
2003	21.5	26.7
2002	-4.9	-7.9
2001	-13.2	-7.1
2000	-14.0	0.7
1999	51.1	28.9
1998	8.6	4.5
1997	2.8	18.6
1996	5.5	15.6
1995	12.6	22.0
1994*	0.9	-7.2

\* From inception on 2/3/94

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 February 3, 1994. The Class AAA Shares' net asset values are used to calculate performance for the periods prior to the issuance of Class A Shares on May 2, 2001, Class C Shares on November 26, 2001 and Class I Shares on January 11, 2008. 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. 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 Advisor reimbursed certain expenses to limit the expense ratio during the period from inception. Had such limitation not been in place, returns would have been lower. The Lipper Convertible Securities Fund Average reflects the average performance of mutual funds classified in this particular category. The GAMCO Global Convertible Securities Fund changes its name to GAMCO Vertumnus Fund effective 2/7/11.

The Fund typically invests in less than 50 companies. By concentrating in a small number of investments, the Fund's risks are increased because each investment has a greater effect on the Fund's performance than a Fund which is more broadly diversified in a greater number of holdings.

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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