

# GABELLI SMALL CAP GROWTH FUND WILL REMAIN OPEN TO NEW INVESTORS

**FOR IMMEDIATE RELEASE**  
Rye, NY  
July 23, 2002

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The Gabelli Small Cap Growth Fund (the "Fund") announced today that it would remain open to new investors, reversing an earlier decision to close the Fund to new investors on October 1, 2002.

The original announcement to close the Fund was made on May 28, 2002 when the Russell 2000 was at 493.64, there was increasing cash flow into this sector of the equities market and it was anticipated that, based on conditions of the market, it would be beneficial to our shareholders to restrict investments into the Fund from new investors.

In the month of July, market conditions have changed considerably: the Russell 2000 is now at 366.78, which reflects a decline of 26% from May 28 and 21% since June 30, 2002; cash flow into equities mutual funds have slowed and there is now a greater supply of small cap companies which meet our investment criteria.

The Fund's policy is to invest its assets in small capitalization companies which are viewed by the Adviser (Gabelli Funds, LLC) as companies with a market capitalization of \$1 billion or less. The Fund's prospectus can be obtained by calling Gabelli & Company, Inc. at 1-800-GABELLI or by visiting our website at [www.gabelli.com](http://www.gabelli.com). Investing in small capitalization securities involves special challenges because these securities may trade less frequently and experience more abrupt price movements than large capitalization securities. The prospectus contains more complete information including risks, fees and expenses. It should be read carefully before investing.

The Gabelli Small Cap Growth Fund is managed by Gabelli Funds, LLC and distributed by Gabelli & Company, a subsidiary of Gabelli Asset Management Inc. (GBL - NYSE) which is a publicly traded NYSE company.