

The Gabelli Value 25 Fund Inc.

Shareholder Commentary March 31, 2018

(Y)our Portfolio Management Team



Mario J. Gabelli, CFA
Chief Investment Officer



Christopher J. Marangi
Co-Chief Investment Officer

To Our Shareholders,

For the quarter ended March 31, 2018, the net asset value (“NAV”) per Class A Share of The Gabelli Value 25 Fund decreased 1.6% compared with decreases of 0.8% and 2.0% for the Standard & Poor’s (“S&P”) 500 Index and the Dow Jones Industrial Average, respectively. Other classes of shares are available. See page 2 for performance information for all classes.

First Quarter Commentary

January 2018 saw the stock market continue its near uninterrupted climb, but volatility finally returned with a sharp decline in February and continued choppiness in March, leading to major averages posting their first quarterly declines since 2015. Economic fundamentals continued to be largely positive – synchronous global growth, low unemployment, corporate profits boosted by tax reform and lower personal taxes for many Americans – but a new set of worries came to the fore for investors already uneasy about stretched valuations: trade wars, regulatory risks in the technology sector, and the U.S. Federal Reserve’s gradual liquidity reduction and rising policy rate, plus the prospect for the same from the European Central Bank.

There are many moving pieces for the market to digest in real time, and thus many unanswered questions whether the \$100 billion-plus trade tariffs are simply negotiating tactics, how aggressive Congress will be on data privacy and business models, how quickly inflation will come back, and how aggressively the Federal Reserve will raise rates to stay ahead of it. The most demanding question to be answered is how much trouble the markets can withstand at once? In isolation, current headwinds seem manageable as long as fundamentals remain the priority. Rising uncertainties may keep the stock market on edge, but corporate profit growth, aggressive corporate stock buybacks, and deals should provide a cushion for any selloffs.

Comparative Results

Average Annual Returns through March 31, 2018 (a)

	Quarter	1 Year	5 Year	10 Year	15 Year	Since Inception (9/29/89)
Class A (GABVX)	(1.55)%	3.09%	6.26%	7.49%	8.78%	10.09%
With sales charge (b)	(7.21)	(2.84)	5.01	6.85	8.35	9.86
S&P 500 Index	(0.76)	13.99	13.31	9.49	10.10	9.68
Dow Jones Industrial Average	(1.97)	19.34	13.25	9.81	10.36	10.69
Nasdaq Composite Index	2.59	20.90	18.13	13.31	12.96	9.95
Class AAA (GVCAIX)	(1.49)	3.12	6.26	7.49	8.79	10.09
Class C (GVCCX)	(1.65)	2.33	5.46	6.69	7.97	9.58
With contingent deferred sales charge (c)	(2.63)	1.33	5.46	6.69	7.97	9.58
Class I (GVCIX)	(1.42)	3.52	6.57	7.79	8.99	10.20
Class T (GVCTX)	(1.49)	3.11	6.26	7.49	8.78	10.09
With sales charge (d)	(3.95)	0.53	5.72	7.22	8.60	9.99

In the current prospectuses dated April 30, 2018, the gross expense ratios for Class AAA, A, C, I, and T Shares are 1.41%, 1.41%, 2.16%, 1.16%, and 1.41% respectively, and the net expense ratios for these share classes after contractual reimbursements by Gabelli Funds, LLC, (the "Adviser") are 1.41%, 1.41%, 2.16%, 1.00%, and 1.41% respectively. Class AAA and Class I Shares do not have a sales charge. The maximum sales charge for Class A Shares, Class C Shares and Class T Shares is 5.75%, 1.00%, and 2.50%, respectively.

- (a) *Returns represent past performance and do not guarantee future results. Total returns and average annual returns reflect changes in share price, reinvestment of distributions, and are net of expenses. Investment returns and the principal value of an investment will fluctuate. When shares are redeemed, 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. Returns would have been lower had the Adviser not reimbursed certain expenses of the Fund. The Fund imposes a 2% redemption fee on shares sold or exchanged within seven days of purchase. 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 prospectuses contain information about these and other matters and should be read carefully before investing. To obtain a prospectus, please visit our website at www.gabelli.com. The Class A Share NAVs are used to calculate performance for the periods prior to the issuance of Class AAA Shares on April 30, 2010, Class C Shares on March 15, 2000, Class I Shares on January 11, 2008, and Class T Shares on July 5, 2017. The actual performance of the Class C Shares would have been lower due to the additional fees and expenses associated with this class of shares. The actual performance of the Class AAA Shares, Class I Shares, and Class T Shares would have been higher due to lower expenses associated with these classes of shares. The S&P 500 Index is a market capitalization weighted index of 500 large capitalization stocks commonly used to represent the U.S. equity market. The Dow Jones Industrial Average and the Nasdaq Composite Index are unmanaged indicators of stock market performance. Dividends are considered reinvested, except for the Nasdaq Composite Index. You cannot invest directly in an index.*
- (b) Performance results include the effect of the maximum 5.75% sales charge at the beginning of the period.
- (c) Assuming payment of the 1% maximum contingent deferred sales charge imposed on redemptions made within one year of purchase.
- (d) Performance results include the effect of the maximum 2.50% sales charge at the beginning of the period.

We have separated the portfolio managers' commentary from the financial statements and investment portfolio due to corporate governance regulations stipulated by the Sarbanes-Oxley Act of 2002. We have done this to ensure that the content of the portfolio managers' commentary is unrestricted. Both the commentary and the financial statements, including the portfolio of investments, will be available on our website at www.gabelli.com.

As always, our job as analysts and portfolio managers is to sift through the noise and buy a portfolio of strong businesses at attractive prices. Many excellent companies are now available at cheaper valuations than three months ago, a situation we welcome as value investors. While deal activity slowed in 2017 largely due to uncertainty over tax policy, we believe that the acceleration of merger and acquisition (M&A) in the first quarter is a harbinger of things to come. With our Private Market Value with a Catalyst™ methodology, we believe (y)our Fund is uniquely positioned to benefit from increased deal activity.

Deals, Deals & More Deals

Global merger and acquisition activity accelerated to a record \$1.2 trillion in the first quarter of this year, up 60% compared to the first quarter of 2017, following the passage of U.S. tax reform and a boost from the catalyst of shareholder activists. CEOs are initiating major transactions sparked by excess cash and the goal of growing the top and bottom line. Overall, 11,136 worldwide deals were announced during the quarter, down 11% from a year ago, indicating that mega deals are driving transaction value. We anticipate that volume of deals will accelerate as the year goes on and small and mid-cap companies will participate in the M&A upswing.

We believe the ingredients of a robust M&A environment – low cost of financing, synergy-driven industry consolidation, and the availability of many new pure-play companies due to financial engineering – continue to be in place, and visibility on tax policy removes a major impediment to deal activity.

Investment Scorecard

Top contributors to performance during the quarter included Viacom (6.1% of net assets as of March 31, 2018, +13%) which continues to show improving ratings and, as of this writing, is engaged in discussions to recombine with CBS (6.3%); Madison Square Garden (4.1%, +17%), which rose on strong fiscal second quarter results from its Entertainment and Sports divisions, and 6% shareholder Silver Lake Partners filing a 13D stating that it believes shares are undervalued and would like to support MSG and its efforts to create long-term value; Swedish Match (4.6%, +11%), which continues to grow its smokeless tobacco portfolio and saw sales boosted by its tobacco-free Zyn brand; water technology company Xylem (1.6%, +17%), which reported yet another quarter of robust order growth across all segments (Water Infrastructure, Applied Water, and Measurement); and Mastercard (1.5%, +20%), which beat expectations with net revenue growth of 20% in the fourth quarter of 2017 and raised its medium term outlook.

Detractors from performance included CBS (-14%), for which a merger with Viacom has been viewed as a suboptimal result; Macquarie Infrastructure (0.7%, -39%) which cut its annual dividend to \$4 per share as it repurposes certain assets of its bulk liquid terminals business; DISH Network (1.6%, -18%), which suffers from market disinterest in the substantial value of its spectrum holdings magnified by high financial leverage; and Edgewell Personal Care (0.9%, -20%), which reported continued disappointing fiscal first quarter performance amid the ongoing price war initiated by its primary men's wet shaving competitor Gillette.

Conclusion

Market volatility, long overdue, is back. As active stock pickers, this is the kind of environment for us to prove our mettle. Risks remain as always, but we also have an opportunity to buy many businesses at more attractive prices than we could just a few months ago, and we plan to take advantage of any opportunity “Mr. Market” provides us. We continue to seek high quality companies trading at a discount to Private Market Value the price an informed industrialist would pay to own an entire business – and look for catalysts to surface value, such as industry consolidation, financial engineering, new management, regulatory changes, or a change in cash flow allocation.

Let’s Talk Stocks

The following are stock specifics on selected holdings of our Fund. Favorable earnings prospects do not necessarily translate into higher stock prices, but they do express a positive trend that we believe will develop over time. Individual securities mentioned are not necessarily representative of the entire portfolio. For the following holdings, the share prices are listed first in United States dollars (USD) and second in the local currency, where applicable, and are presented as of March 31, 2018.

Bank of New York Mellon Corp. (3.4% of net assets as of March 31, 2018) (BK – \$51.53 – NYSE) is a global leader in providing financial services to institutions and individuals. The company operates in more than one hundred markets worldwide and strives to be the global provider of choice for investment management and investment services. As of December 31, 2017, the firm had \$33.3 trillion in assets under custody and \$1.9 trillion in assets under management. Going forward, we expect BK to benefit from rising global incomes and the cross border movement of financial transactions. We believe BK is also well positioned to grow earnings in a rising interest rate environment, given its large customer cash deposits and significant loan book

Honeywell International Inc. (3.1%) (HON – \$144.51 – NYSE) operates as a diversified technology company with highly engineered products, including turbine propulsion engines, auxiliary power units, turbochargers, brake pads, environmental and combustion controls, sensors, security and life safety products, resins and chemicals, nuclear services, and process technology for the petrochemical and refining industries. One of the key drivers of HON’s growth is acquisitions that increase the company’s growth profile globally, creating both organic and inorganic opportunities. The company recently announced its plan to spin-off its Homes product portfolio and ADI Global Distribution businesses as well as its Transportation Systems business into two publicly-traded companies.

Madison Square Garden Co. (4.1%) (MSG – \$245.80 – NYSE) is an integrated sports and entertainment company that owns the New York Knicks, the New York Rangers, the Radio City Christmas Spectacular, The Forum, and that iconic New York venue, Madison Square Garden. These evergreen content and venue assets benefit from sustainable barriers to entry and long term secular growth. MSG completed the separation of its associated regional sports networks in September 2015, leaving a reliable cash flow stream for MSG to reinvest and repurchase shares.

National Fuel Gas Co. (2.7%) (NFG – \$51.45 – NYSE) is a diversified natural gas company. NFG owns a regulated gas utility serving the region around Buffalo, New York, gas pipelines that move gas between the Midwest and Canada and from the Marcellus to the Northeast, gathering and processing systems, and an oil and gas exploration and production business. NFG's regulated utility and pipeline businesses, as well as its California oil production business, provide stable earnings and cash flows to support the dividend, while the natural gas production business offers significant upside potential. Natural gas prices have been depressed over the past few years, but NFG's net ownership of 785,000 acres in the Marcellus Shale, holds enormous natural gas reserve potential and the company has proven to be among the lower cost producers. We continue to expect above average long term earnings and cash flow growth from improving gas prices, growing gas production and strategically located pipeline expansion. The company has increased its dividend for 46 consecutive years.

Newmont Mining Corp. (3.8%) (NEM – \$39.07 – NYSE) based in Denver, Colorado, is one of the largest gold mining companies in the world. Founded in 1921 and publicly traded since 1925, NEM is the only gold company included in the S&P 500 Index and Fortune 500. We expect the company to produce approximately 5.2 million ounces of gold and 120 million pounds of copper in 2018, with approximately 70% of this production coming from the United States and Australia. Newmont undertook companywide cost cutting measures during the period 2013 – 2017, lowering its average unit costs base by over 20% during this period. The company has sold non-core assets and has deployed the proceeds from these sales into repaying debt and building new projects which it expects will generate superior rates of return for shareholders. Given Newmont's largely fixed cost base, every increase (or decrease) in the gold price will flow directly to the company's bottom line.

Republic Services Inc. (3.9%) (RSG – \$66.23 – NYSE) based in Phoenix, Arizona, became the second largest solid waste company in North America after its acquisition of Allied Waste Industries in December 2008. Republic provides nonhazardous solid waste collection services for commercial, industrial, municipal, and residential customers in 39 states and Puerto Rico. Republic serves more than 2,800 municipalities and operates 195 landfills, 204 transfer stations, 343 collection operations, and 90 recycling facilities. Since the Allied merger, Republic has benefited from synergies driven by route density, beneficial use of acquired assets, and reduction in redundant corporate overhead. Republic is committed to its core solid waste business. While other providers have strayed into alternative waste resource technologies and strategies, we view Republic's plan to remain steadfast in the traditional solid waste business positively. We expect continued solid waste growth acquisitions, earnings improvement, and incremental route density and internalization growth in already established markets to generate real value in the near to medium term, highlighting the company's potential.

Sony Corp. (5.8%) (SNE – \$48.34 – NYSE) is a diversified electronics and entertainment company based in Tokyo, Japan. The company manufactures image sensors, televisions, PlayStation game consoles, mobile phone handsets, and cameras. It also operates the Columbia film studio and Sony Music entertainment group. We expect growth opportunity in image sensor and Game business and operational improvements in consumer

electronics and entertainment to generate EBITDA growth through 2018. We also think the potential spinoff of the entertainment assets could be a catalyst.

Twenty-First Century Fox Inc. (2.1%) (FOXA/FOX – \$36.69/\$36.37– NASDAQ) is a diversified media company with operations in cable network television, television broadcasting, and filmed entertainment. FOX is in the process of selling the company’s cable, international, and entertainment assets to Disney for \$65 billion or ~\$28 per share. Following the transaction FOXA will consist of Fox News and The Fox Broadcasting Company. The company’s concentration in live news and sports programming will be a significant advantage as it negotiates with both traditional and entrant distributors. Pro forma for the Disney transaction, FOX is trading at 8.1x EBITDA.

Viacom Inc. (6.1%) (VIA – \$39.60 – NASDAQ) is a pure-play content company that owns a global stable of cable networks, including MTV, Nickelodeon, Comedy Central, VH1, BET, and the Paramount movie studio. Viacom’s cable networks generate revenue from advertising sales, fixed monthly subscriber fees, and ancillary revenue from toy licensing, etc. We believe a low valuation and M&A potential outweigh the secular risks of cord-cutting.

Xylem Inc. (1.6%) (XYL – \$76.92 – NYSE) is a global leader in the design, manufacturing, and application of highly engineered technologies for the transportation, treatment, measurement, and testing of water. The company is expected to benefit from favorable long term fundamentals in the water industry, driven by scarcity, population growth, aging of the infrastructure, and the need to improve water quality. Further, with a large installed base of pumps and systems, the company is well positioned to increase aftermarket revenue, which currently represents roughly 40% of total revenues. XYL expects to generate mid-teens earnings per share growth through 2020 as it accelerates its capital deployment strategy globally. The company is currently building out its infrastructure analytics capabilities as it integrates companies it has acquired in the past couple of years such as Sensus and Pure Technologies.

May 2, 2018

Top Ten Holdings (Percent of Net Assets)			
March 31, 2018			
CBS Corp.	6.3%	Republic Services Inc.	3.9%
Viacom Inc.	6.1%	Newmont Mining Corp.	3.8%
Sony Corp.	5.8%	American Express Co.	3.5%
Swedish Match AB	4.6%	Bank of New York Mellon Corp.	3.4%
Madison Square Garden Co.	4.1%	Diageo Plc.	3.3%

Note: The views expressed in this Shareholder Commentary reflect those of the Portfolio Managers only through the end of the period stated in this Shareholder Commentary. The Portfolio Managers' views are subject to change at any time based on market and other conditions. The information in this Portfolio Managers' Shareholder Commentary represents the opinions of the individual Portfolio Managers and is not intended to be a forecast of future events, a guarantee of future results, or investment advice. Views expressed are those of the Portfolio Managers and may differ from those of other portfolio managers or of the Firm as a whole. This Shareholder Commentary does not constitute an offer of any transaction in any securities. Any recommendation contained herein may not be suitable for all investors. Information contained in this Shareholder Commentary has been obtained from sources we believe to be reliable, but cannot be guaranteed.

Minimum Initial Investment – \$1,000

The Fund's minimum initial investment for regular accounts is \$1,000. There are no subsequent investment minimums. No initial minimum is required for those establishing an Automatic Investment Plan. Additionally, the Fund and other Gabelli/GAMCO Funds are available through the no-transaction fee programs at many major brokerage firms. The Fund imposes a 2% redemption fee on shares sold or exchanged within seven days after the date of purchase. See the prospectuses for more details.

www.gabelli.com

Please visit us on the Internet. Our homepage at www.gabelli.com contains information about GAMCO Investors, Inc., the Gabelli/GAMCO Mutual Funds, IRAs, 401(k)s, current and historical quarterly reports, closing prices, and other current news. We welcome your comments and questions via e-mail at info@gabelli.com.

The Fund's daily NAVs are available in the financial press and each evening after 7:00 PM (Eastern Time) by calling 800-GABELLI (800-422-3554). Please call us during the business day, between 8:00 AM – 7:00 PM (Eastern Time), for further information.

You may sign up for our e-mail alerts at www.gabelli.com and receive early notice of quarterly report availability, news events, media sightings, and mutual fund prices and performance.

e-delivery

We are pleased to offer electronic delivery of Gabelli fund documents. Direct shareholders of our mutual funds can elect to receive their Annual and Semiannual Reports, Manager Commentaries, and Prospectus via e-delivery. For more information or to sign up for e-delivery, please visit our website at www.gabelli.com.

Multi-Class Shares

The Gabelli Value 25 Fund began offering additional classes of Fund shares on March 15, 2000. Class AAA are no-load shares available directly through selected broker/dealers. Class A, Class C, and Class T Shares are offered to investors who seek advice through financial consultants. Class I Shares are available directly through the Fund's distributor or brokers that have entered into selling agreements specifically with respect to Class I Shares. The Board of Directors determined that expanding the types of Fund shares available through various distribution options will enhance the ability of the Fund to attract additional investors.

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Gabelli/GAMCO Funds and Your Personal Privacy

Who are we?

The Gabelli/GAMCO Funds are investment companies registered with the Securities and Exchange Commission under the Investment Company Act of 1940. We are managed by Gabelli Funds, LLC and GAMCO Asset Management Inc., which are affiliated with GAMCO Investors, Inc. GAMCO Investors, Inc. is a publicly held company that has subsidiaries that provide investment advisory services for a variety of clients.

What kind of non-public information do we collect about you if you become a fund shareholder?

If you apply to open an account directly with us, you will be giving us some non-public information about yourself. The non-public information we collect about you is:

- *Information you give us on your application form.* This could include your name, address, telephone number, social security number, bank account number, and other information.
- *Information about your transactions with us, any transactions with our affiliates, and transactions with the entities we hire to provide services to you.* This would include information about the shares that you buy or redeem. If we hire someone else to provide services—like a transfer agent—we will also have information about the transactions that you conduct through them.

What information do we disclose and to whom do we disclose it?

We do not disclose any non-public personal information about our customers or former customers to anyone other than our affiliates, our service providers who need to know such information, and as otherwise permitted by law. If you want to find out what the law permits, you can read the privacy rules adopted by the Securities and Exchange Commission. They are in volume 17 of the Code of Federal Regulations, Part 248. The Commission often posts information about its regulations on its website, www.sec.gov.

What do we do to protect your personal information?

We restrict access to non-public personal information about you to the people who need to know that information in order to provide services to you or the fund and to ensure that we are complying with the laws governing the securities business. We maintain physical, electronic, and procedural safeguards to keep your personal information confidential.

Portfolio Management Team Biographies

Mario J. Gabelli, CFA, is Chairman, Chief Executive Officer, and Chief Investment Officer – Value Portfolios of GAMCO Investors, Inc. that he founded in 1977, and Chief Investment Officer – Value Portfolios of Gabelli Funds, LLC and GAMCO Asset Management Inc. He is also Executive Chairman of the Board of Directors of Associated Capital Group, Inc. Mr. Gabelli is a summa cum laude graduate of Fordham University and holds an MBA degree from Columbia Business School, and Honorary Doctorates from Fordham University and Roger Williams University.

Christopher J. Marangi joined Gabelli in 2003 as a research analyst. Currently he is a Managing Director and Co-Chief Investment Officer for GAMCO Investors, Inc.'s Value team. In addition, he serves as a portfolio manager of Gabelli Funds, LLC and manages several funds within the Gabelli/GAMCO Funds Complex. Mr. Marangi graduated magna cum laude and Phi Beta Kappa with a BA in Political Economy from Williams College and holds an MBA with honors from Columbia Business School.

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Net Asset Value per share available daily
by calling 800-GABELLI after 7:00 P.M.

BOARD OF DIRECTORS OFFICERS

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Executive Chairman,
Associated Capital Group Inc.

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President,
Anthony J. Colavita, P.C.

Robert J. Morrissey
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Kuni Nakamura
President,
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Certified Public Accountant,
Professor Emeritus,
Pace University

Werner J. Roeder
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The Bank of New York Mellon

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DST Asset Manager Solutions, Inc.

LEGAL COUNSEL

Paul Hastings LLP

This report is submitted for the general information of the shareholders of The Gabelli Value 25 Fund Inc. It is not authorized for distribution to prospective investors unless preceded or accompanied by an effective prospectus.



GABELLI
FUNDS

THE GABELLI VALUE 25 FUND INC.

Shareholder Commentary
March 31, 2018

The Gabelli Value 25 Fund Inc.

First Quarter Report — March 31, 2018

(Y)our Portfolio Management Team



Mario J. Gabelli, CFA
Chief Investment Officer



Christopher J. Marangi
Co-Chief Investment Officer
BA, Williams College
MBA, Columbia
Business School

To Our Shareholders,

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Enclosed is the schedule of investments as of March 31, 2018.

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Average Annual Returns through March 31, 2018 (a) (Unaudited)

Since
Inception
(9/29/89)

Quarter 1 Year 5 Year 10 Year 15 Year

- (b) Performance results include the effect of the maximum 5.75% sales charge at the beginning of the period.
- (c) Assuming payment of the 1% maximum contingent deferred sales charge imposed on redemptions made within one year of purchase.
- (d) Performance results include the effect of the maximum 2.50% sales charge at the beginning of the period.

The Gabelli Value 25 Fund Inc.
Schedule of Investments — March 31, 2018 (Unaudited)

Shares		Market Value	Shares		Market Value
	COMMON STOCKS — 99.5%				
	Aerospace — 2.8%		424,000	Swedish Match AB	\$ 19,169,321
277,000	Aerojet Rocketdyne Holdings Inc.†	\$ 7,747,690			<u>24,758,901</u>
300,000	Rolls-Royce Holdings plc	<u>3,668,556</u>		Consumer Services — 1.3%	
		<u>11,416,246</u>	210,000	Liberty Interactive Corp. QVC Group, Cl. A†	<u>5,285,700</u>
	Automotive — 1.3%			Diversified Industrial — 5.5%	
153,000	Navistar International Corp.†	<u>5,350,410</u>	35,000	Ampco-Pittsburgh Corp.	311,500
	Automotive: Parts and Accessories — 2.6%		100,000	Crane Co.	9,274,000
89,000	Genuine Parts Co.	7,995,760	90,000	Honeywell International Inc.	<u>13,005,900</u>
11,000	O'Reilly Automotive Inc.†	<u>2,721,180</u>			<u>22,591,400</u>
		<u>10,716,940</u>		Electronics — 5.9%	
	Broadcasting — 9.7%		502,000	Sony Corp., ADR	<u>24,266,680</u>
504,500	CBS Corp., Cl. A, Voting	26,072,560		Energy and Utilities — 2.7%	
7,000	Liberty Broadband Corp., Cl. A†	593,600	200,000	GenOn Energy Inc., Escrow†(a)	0
64,000	Liberty Broadband Corp., Cl. C†	5,484,160	215,000	National Fuel Gas Co.	<u>11,061,750</u>
100,000	Liberty Media Corp.-				<u>11,061,750</u>
	Liberty SiriusXM, Cl. C†	4,085,000		Entertainment — 14.6%	
166,000	MSG Networks Inc., Cl. A†	<u>3,751,600</u>	40,000	Discovery Inc., Cl. A†	857,200
		<u>39,986,920</u>	161,000	Discovery Inc., Cl. C†	3,142,720
	Building and Construction — 0.9%		170,000	Grupo Televisa SAB, ADR	2,713,200
104,000	Johnson Controls International plc	<u>3,664,960</u>	14,000	Liberty Media Corp.-	
	Business Services — 2.1%			Liberty Braves, Cl. A†	318,220
51,000	Gerber Scientific Inc., Escrow†(a)	0	84,740	Liberty Media Corp.-	
75,000	Macquarie Infrastructure Corp.	2,769,750		Liberty Braves, Cl. C†	1,933,767
35,000	Mastercard Inc., Cl. A	<u>6,130,600</u>	70,000	The Madison Square Garden Co, Cl. A†	17,206,000
		<u>8,900,350</u>	180,000	Twenty-First Century Fox Inc., Cl. A	6,604,200
	Cable and Satellite — 7.6%		60,000	Twenty-First Century Fox Inc., Cl. B	2,182,200
84,000	AMC Networks Inc., Cl. A†	4,342,800	641,500	Viacom Inc., Cl. A	<u>25,403,400</u>
150,000	Comcast Corp., Cl. A	5,125,500			<u>60,360,907</u>
170,000	DISH Network Corp., Cl. A†	6,441,300	245,000	Environmental Services — 5.4%	
80,000	EchoStar Corp., Cl. A†	4,221,600	85,000	Republic Services Inc.	16,226,350
190,000	Liberty Global plc, Cl. A†	5,948,900		Waste Connections Inc.	<u>6,097,900</u>
45,000	Liberty Global plc, Cl. C†	1,369,350			<u>22,324,250</u>
94,000	Rogers Communications Inc., Cl. B	<u>4,199,920</u>		Equipment and Supplies — 2.2%	
		<u>31,649,370</u>	127,500	CIRCOR International Inc.	5,439,150
	Communications Equipment — 0.6%		90,000	Flowserve Corp.	<u>3,899,700</u>
65,000	Loral Space & Communications Inc.†	<u>2,707,250</u>			<u>9,338,850</u>
	Computer Software and Services — 0.8%			Financial Services — 9.7%	
3,100	CommerceHub Inc., Cl. A†	69,750	155,000	American Express Co.	14,458,400
6,200	CommerceHub Inc., Cl. C†	139,438	115,000	H&R Block Inc.	2,922,150
15,000	eBay Inc.†	603,600	83,000	Legg Mason Inc.	3,373,950
155,000	Hewlett Packard Enterprise Co.	<u>2,718,700</u>	270,000	The Bank of New York Mellon Corp.	13,913,100
		<u>3,531,488</u>	106,000	Wells Fargo & Co.	<u>5,555,460</u>
	Consumer Products — 6.0%				<u>40,223,060</u>
73,000	Edgewell Personal Care Co.†	3,563,860	100,000	Food and Beverage — 5.2%	
34,000	Energizer Holdings Inc.	2,025,720	40,000	Diageo plc, ADR	13,542,000
				Fomento Economico Mexicano SAB de CV, ADR ..	3,657,200

See accompanying notes to schedule of investments.

The Gabelli Value 25 Fund Inc. Notes to Schedule of Investments (Unaudited)

As an investment company, the Fund follows the investment company accounting and reporting guidance, which is part of U.S. generally accepted accounting principles (“GAAP”) that may require the use of management estimates and assumptions in the preparation of its schedule of investments. Actual results could differ from those estimates. The following is a summary of significant accounting policies followed by the Fund in the preparation of its schedule of investments.

Security Valuation. Portfolio securities listed or traded on a nationally recognized securities exchange or traded in the U.S. over-the-counter market for which market quotations are readily available are valued at the last quoted sale price or a market’s official closing price as of the close of business on the day the securities are being valued. If there were no sales that day, the security is valued at the average of the closing bid and asked prices or, if there were no asked prices quoted on that day, then the security is valued at the closing bid price on that day. If no bid or asked prices are quoted on such day, the security is valued at the most recently available price or, if the Board of Directors (the “Board”) so determines, by such other method as the Board shall determine in good faith to reflect its fair market value. Portfolio securities traded on more than one national securities exchange or market are valued according to the broadest and most representative market, as determined by Gabelli Funds, LLC (the “Adviser”).

Portfolio securities primarily traded on a foreign market are generally valued at the preceding closing values of such securities on the relevant market, but may be fair valued pursuant to procedures established by the Board if market conditions change significantly after the close of the foreign market, but prior to the close of business on the day the securities are being valued. Debt obligations for which market quotations are readily available are valued at the average of the latest bid and asked prices. If there were no asked prices quoted on such day, the security is valued using the closing bid price, unless the Board determines such amount does not reflect the securities’ fair value, in which case these securities will be fair valued as determined by the Board. Certain securities are valued principally using dealer quotations. Futures contracts are valued at the closing settlement price of the exchange or board of trade on which the applicable contract is traded. OTC futures and options on futures for which market quotations are readily available will be valued by quotations received from a pricing service or, if no quotations are available from a pricing service, by quotations obtained from one or more dealers in the instrument in question by the Adviser.

Securities and assets for which market quotations are not readily available are fair valued as determined by the Board. Fair valuation methodologies and procedures may include, but are not limited to: analysis and review of available financial and non-financial information about the company; comparisons with the valuation and changes in valuation of similar securities, including a comparison of foreign securities with the equivalent U.S. dollar value American Depositary Receipt securities at the close of the U.S. exchange; and evaluation of any other information that could be indicative of the value of the security.

The inputs and valuation techniques used to measure fair value of the Fund’s investments are summarized into three levels as described in the hierarchy below:

- Level 1 — quoted prices in active markets for identical securities;
- Level 2 — other significant observable inputs (including quoted prices for similar securities, interest rates, prepayment speeds, credit risk, etc.); and
- Level 3 — significant unobservable inputs (including the Board’s determinations as to the fair value of investments).

The Gabelli Value 25 Fund Inc. Notes to Schedule of Investments (Unaudited) (Continued)

A financial instrument's level within the fair value hierarchy is based on the lowest level of any input both individually and in the aggregate that is significant to the fair value measurement. The inputs or methodology used for valuing securities are not necessarily an indication of the risk associated with investing in those securities. The summary of the Fund's investments in securities by inputs used to value the Fund's investments as of March 31, 2018 is as follows:

	Valuation Inputs			Total Market Value at 3/31/18
	Level 1 Quoted Prices	Level 2 Other Significant Observable Inputs	Level 3 Significant Unobservable Inputs	
INVESTMENTS IN SECURITIES:				
ASSETS (Market Value):				
Common Stocks:				
Business Services	\$ 8,900,350	—	\$ 0	\$ 8,900,350
Energy and Utilities	11,061,750	—	0	11,061,750
Other Industries (a)	391,694,605	—	—	391,694,605
Total Common Stocks	411,656,705	—	0	411,656,705
U.S. Government Obligations	—	\$2,124,327	—	2,124,327
TOTAL INVESTMENTS IN SECURITIES – ASSETS	\$411,656,705	\$2,124,327	\$ 0	\$413,781,032

(a) Please refer to the Schedule of Investments for the industry classifications of these portfolio holdings.

Additional Information to Evaluate Qualitative Information.

General. The Fund uses recognized industry pricing services – approved by the Board and unaffiliated with the Adviser – to value most of its securities, and uses broker quotes provided by market makers of securities not valued by these and other recognized pricing sources. Several different pricing feeds are received to value domestic equity securities, international equity securities, preferred equity securities, and fixed income securities. The data within these feeds are ultimately sourced from major stock exchanges and trading systems where these securities trade. The prices supplied by external sources are checked by obtaining quotations or actual transaction prices from market participants. If a price obtained from the pricing source is deemed unreliable, prices will be sought from another pricing service or from a broker/dealer that trades that security or similar securities.

Fair Valuation. Fair valued securities may be common or preferred equities, warrants, options, rights, or fixed income obligations. Where appropriate, Level 3 securities are those for which market quotations are not available, such as securities not traded for several days, or for which current bids are not available, or which are restricted as to transfer. Among the factors to be considered to fair value a security are recent prices of comparable securities that are publicly traded, reliable prices of securities not publicly traded, the use of valuation models, current analyst reports, valuing the income or cash flow of the issuer, or cost if the preceding factors do not apply. A significant change in the unobservable inputs could result in a lower or higher value in Level 3 securities. The circumstances of Level 3 securities are frequently monitored to determine if fair valuation measures continue to apply.

The Adviser reports quarterly to the Board the results of the application of fair valuation policies and procedures. These may include backtesting the prices realized in subsequent trades of these fair valued securities to fair values previously recognized.

The Gabelli Value 25 Fund Inc. Notes to Schedule of Investments (Unaudited) (Continued)

Foreign Currency Translations. The books and records of the Fund are maintained in U.S. dollars. Foreign currencies, investments, and other assets and liabilities are translated into U.S. dollars at current exchange rates. Purchases and sales of investment securities, income, and expenses are translated at the exchange rate prevailing on the respective dates of such transactions. Unrealized gains and losses that result from changes in foreign exchange rates and/or changes in market prices of securities have been included in unrealized appreciation/depreciation on investments and foreign currency translations. Net realized foreign currency gains and losses resulting from changes in exchange rates include foreign currency gains and losses between trade date and settlement date on investment securities transactions, foreign currency transactions, and the difference between the amounts of interest and dividends recorded on the books of the Fund and the amounts actually received. The portion of foreign currency gains and losses related to fluctuation in exchange rates between the initial purchase trade date and subsequent sale trade date is included in realized gain/(loss) on investments.

Foreign Securities. The Fund may directly purchase securities of foreign issuers. Investing in securities of foreign issuers involves special risks not typically associated with investing in securities of U.S. issuers. The risks include possible revaluation of currencies, the inability to repatriate funds, less complete financial information about companies, and possible future adverse political and economic developments. Moreover, securities of many foreign issuers and their markets may be less liquid and their prices more volatile than securities of comparable U.S. issuers.

Foreign Taxes. The Fund may be subject to foreign taxes on income, gains on investments, or currency repatriation, a portion of which may be recoverable. The Fund will accrue such taxes and recoveries as applicable, based upon its current interpretation of tax rules and regulations that exist in the markets in which it invests.

Restricted Securities. The Fund may invest up to 10% of its net assets in securities for which the markets are restricted. Restricted securities include securities whose disposition is subject to substantial legal or contractual restrictions. The sale of restricted securities often requires more time and results in higher brokerage charges or dealer discounts and other selling expenses than does the sale of securities eligible for trading on national securities exchanges or in the over-the-counter markets. Restricted securities may sell at a price lower than similar securities that are not subject to restrictions on resale. Securities freely saleable among qualified institutional investors under special rules adopted by the SEC may be treated as liquid if they satisfy liquidity standards established by the Board. The continued liquidity of such securities is not as well assured as that of publicly traded securities, and accordingly the Board will monitor their liquidity. At March 31, 2018, the Fund did not hold restricted securities.

Tax Information. The Fund intends to continue to qualify as a regulated investment company under Subchapter M of the Internal Revenue Code of 1986, as amended.

THE GABELLI VALUE 25 FUND INC.
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Portfolio Management Team Biographies

Mario J. Gabelli, CFA, is Chairman, Chief Executive Officer, and Chief Investment Officer - Value Portfolios of GAMCO Investors, Inc. that he founded in 1977, and Chief Investment Officer - Value Portfolios of Gabelli Funds, LLC and GAMCO Asset Management Inc. He is also Executive Chairman of Associated Capital Group, Inc. Mr. Gabelli is a summa cum laude graduate of Fordham University and holds an MBA degree from Columbia Business School and Honorary Doctorates from Fordham University and Roger Williams University.

Christopher J. Marangi joined Gabelli in 2003 as a research analyst. Currently he is a Managing Director and Co-Chief Investment Officer for GAMCO Investors, Inc.'s Value team. In addition, he serves as a portfolio manager of Gabelli Funds, LLC and manages several funds within the Gabelli/GAMCO Fund Complex. Mr. Marangi graduated magna cum laude and Phi Beta Kappa with a BA in Political Economy from Williams College and holds an MBA degree with honors from Columbia Business School.

We have separated the portfolio managers' commentary from the financial statements and investment portfolio due to corporate governance regulations stipulated by the Sarbanes-Oxley Act of 2002. We have done this to ensure that the content of the portfolio managers' commentary is unrestricted. Both the commentary and the financial statements, including the portfolio of investments, will be available on our website at www.gabelli.com.

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Net Asset Value per share available daily
by calling 800-GABELLI after 7:00 P.M.

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Solutions Inc.

LEGAL COUNSEL

Paul Hastings LLP

This report is submitted for the general information of the shareholders of The Gabelli Value 25 Fund Inc. It is not authorized for distribution to prospective investors unless preceded or accompanied by an effective prospectus.

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THE GABELLI VALUE 25 FUND INC.

*First Quarter Report
March 31, 2018*

