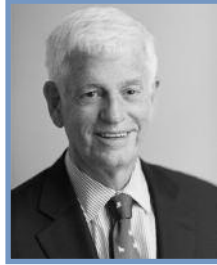


The Gabelli Value 25 Fund Inc.

Shareholder Commentary June 30, 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 June 30, 2018, the net asset value (“NAV”) per Class A Share of The Gabelli Value 25 Fund increased 3.2% compared with increases of 3.4% and 1.3% 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.

Politics, the Economy and the Markets

During the second quarter of 2018, markets recouped first quarter losses to finish the first half of the year modestly higher. Economic indicators, including the lowest unemployment rate since 2000, remain favorable. The Federal Reserve’s program of interest rate normalization is on track after two hikes this year. While the market appears to be taking the strong trade rhetoric from the Trump administration in stride, this global game of chicken could get out of control, with significant consequences for consumer prices and employment. The mere threat of a trade war may have already had a deleterious impact on planned investment. Attacks on free trade by a U.S. president aren’t novel, but the current tone is more strident than in the past; coming from the country that authored the systems governing post-WWII commerce, these attacks could have negative, albeit indeterminable, consequences for the market’s confidence in the free market.

Whether the presidential candidacy of Sen. Bernie Sanders, the June election of Andrés Manuel Lopez Obrador as president of Mexico, the rise of democratic socialist Jeremy Corbyn in the U.K., or the primary defeat of a powerful Democratic congressman by democratic socialist Alexandra Ocasio-Cortez in New York’s 14th congressional district, examples abound of dissatisfaction with the current state of affairs. Such tensions have likely been fueled by changing technology, demographics, and globalization. Capitalism has survived far worse. In fact, one of its beauties has been the ability to subsume these trends and ultimately raise the living

Comparative Results

Average Annual Returns through June 30, 2018 (a)

	Quarter	1 Year	5 Year	10 Year	15 Year	Since Inception (9/29/89)
Class A (GABVX)	3.22%	6.00%	6.55%	8.01%	7.83%	10.12%
With sales charge (b)	(2.72)	(0.09)	5.29	7.38	7.41	9.89
S&P 500 Index	3.43	14.37	13.42	10.17	9.30	9.72
Dow Jones Industrial Average	1.26	16.26	12.89	10.73	9.55	10.64
Nasdaq Composite Index	6.61	23.71	18.61	13.96	12.01	10.86
Class AAA (GVCAIX)	3.16	5.98	6.54	8.01	7.83	10.12
Class C (GVCCX)	2.94	5.17	5.74	7.20	7.03	9.60
With contingent deferred sales charge (c)	1.94	4.17	5.74	7.20	7.03	9.60
Class I (GVCIX)	3.28	6.44	6.86	8.31	8.04	10.23
Class T (GVCTX)	3.15	5.96	6.54	8.01	7.83	10.12
With sales charge (d)	0.57	3.31	6.00	7.74	7.65	10.02

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. The financial statements and investment portfolio are mailed separately from the commentary. Both the commentary and the financial statements, including the portfolio of investments, will be available on our website at www.gabelli.com.

standards of broad swaths of the population. We continue to closely monitor trade volleys, the rate cycle and the U.S. mid-term elections, while maintaining a diversified portfolio of strong companies trading at attractive discounts to their Private Market Values.

The New “Nifty Fifty”?

Market returns so far this year have been dominated by the “FANG” – Facebook, Amazon, Netflix, and Google (now Alphabet). These four stocks accounted for 1.6 percentage points of the S&P 500’s 2.6% first half return; adding tech giants Apple and Microsoft (resulting in a group known by several acronyms, but we’ll use FANGMA) brings the total to 2.5 percentage points, or virtually the entire positive performance of the index. More broadly, the top ten contributors to the S&P’s return, which includes the six members of the FANGMA, accounted for over 3.1 percentage points, or 116% of the S&P’s return. 2015 played out similarly, with the FANGMA returning 2.3% vs the S&P 500’s 1.4% (172% of the total) and the top ten returning 3.3% or 244% of the S&P’s return.

Much has been written about this apparent level of return concentration – but is it truly unusual? The answer, it turns out, is that while 2015 and the first half of 2018 are outliers, the level of concentration in most other recent years has been run-of-the-mill. Since 1988, the best performing ten and twenty stocks have accounted for approximately 40% and 60% of the total returns of the index. For 2014, 2016, and 2017, the top ten stocks accounted for 28%, 29%, and 31% of returns. This should not be surprising considering that the concept of contribution to return has two components: price appreciation for the year and the average weight of the stock in the index for the year, the result of which is that large companies that are up a little can contribute far more to returns than small companies that are up a lot. What makes the last few years seem different is that the same companies (i.e. the FANGMA) dominate the top contributors list more than any other group of stocks has in the last thirty years. In the six years since CNBC personality Jim Cramer coined the moniker FANG, Facebook, Amazon, Alphabet, and Apple have appeared four times (notably, Amazon was among the largest detractors from the S&P in 2014) – Microsoft, the grizzled technology veteran left out of the FANG, appeared all six times.

Adding to the attention given the FANG is the dominance and growth of their respective platforms and the above average valuations that they garner. This has drawn some comparisons to the tech bubble of the late 1990s, but that comparison understates the cash generating power and genuine competitive advantages of the FANG. A more apt, though still imperfect, analogy may be to compare the 1990s tech bubble to the fads and extreme optimism of the mid-1960s “Go-Go stocks” which crashed in the 1970 bear market, only to give way to the “Nifty Fifty” list of stocks compiled by Morgan Guaranty Trust for institutional clients in the early 1970s. Like today’s FANGMA, this list included industry leaders with strong balance sheets and above average growth rates and P/E ratios (an average of 42x vs the S&P 500’s 19x in 1972) such as Disney, McDonald’s, and Xerox – one-decision stocks that should be bought and held forever. These stocks indeed led the market and were among the last to crash in the 1973-1974 bear market (one, incidentally, precipitated by the fall of the post-war monetary system and a U.S. president), but later ended up declining far more spectacularly than the S&P 500. In 1998, Wharton professor Jeremy Siegel showed that these Nifty Fifty stocks underperformed the S&P 500 in the subsequent 25 years, though the extent of the underperformance is up for methodological debate. Some

of these stocks remain leaders today, while many were subsumed by others or ceased to exist. In any case, their times had passed and they turned out to be vulnerable.

Humans make sense of the present and seek insight into the future by examining the past. Fact patterns and outcomes may differ, but the Nifty Fifty episode offers some lessons. First, there are no such things as “can’t miss” stocks. Habits evolve, technologies change, and companies mature. It’s a cycle as old as capitalism itself. Wal-Mart encroaches upon Sears and Amazon attacks Wal-Mart. Some companies manage to cheat death, but the Apple story, for example, could have been much different if not for the return of Steve Jobs, and these nuances can be difficult to predict. Which brings us to the second point: valuation (and by extension, stock picking) matters. A company may have a very bright future, but the stock won’t shine if it already discounts that growth. And, in our view, the higher the growth rate, the less predictable/the higher the variability around that growth rate tends to be. Thus, we would require a greater discount to our appraisal of value to make that investment in growth.

At the moment, (y)our Fund has no exposure to certain members of the FANGMA, not because we are skeptical of their businesses or because we are allergic to owning growth companies, but because in general they have either not met our valuation criteria or they are outside our areas of core competency. Valuations and outlooks change, however, and given the likely staying power of many of these enterprises, they may become more prominent in (y)our portfolio. In the meantime, we have owned many other regular top contributors to S&P returns (e.g. Comcast (0.8% of net assets as of June 30, 2018)), and are always on the lookout for the stocks that will outstrip the FANGMA.

Deals, Deals & More Deals

In the first half of 2018, global deal making hit a record \$2.5 trillion (+61% year-on-year), including a record \$1 trillion (+79%) of activity in the U.S. The underpinnings for industry consolidation remain strong: historically low interest rates, improving business confidence, and scarce organic growth opportunities. Countervailing these dynamics are the prospects for a more assertive Department of Justice and heightened trade tensions. During the quarter, however, the Department of Justice was dealt a setback when U.S. District Court Judge Richard Leon rejected the government’s challenge to the AT&T/Time Warner merger, allowing that deal to close and easing the way for other vertical mergers. Elongated merger approvals by the Chinese government and collateral damage from the aforementioned trade war, are likely the main uncertainties going forward.

In addition to the closing the Time Warner deal, (y)our portfolio benefited from several other announcements. Vodafone agreed to acquire Liberty Global’s (1.7% of net assets as of June 30, 2018) German and Eastern European assets for an attractive 11x+ EBITDA, leaving Liberty a little less global, but with enough cash to significantly shrink its market capitalization after closing next year. Second, ConAgra agreed to acquire Pinnacle Foods, a company Conagra CEO Sean Connolly targeted in his prior role at Hillshire Brands; the combination would strengthen its already significant presence the growing frozen foods category.

The takeover battle for Twenty-First Century Fox (3.0%) has been a true summer blockbuster. In December 2017, the Walt Disney Company agreed to acquire the non-U.S. and entertainment assets of Fox for ~\$28 in stock (Fox's remaining broadcast, cable news, and sports assets are likely worth another \$12). Seeing a regulatory opening with the closing of the Time Warner deal, in early June Comcast bid \$35 in cash. Disney subsequently countered with ~\$38 in cash and stock, and followed with the announcement that its deal had already been blessed by the Department of Justice. As of this writing, Comcast could walk away, increase its bid for Fox, or focus on acquiring specific parts of Fox, such as its European Sky distribution and content platform. At stake is global scale enabling Comcast and/or Disney to take their place among the Internet giants to become direct-to-consumer entertainment destinations of tomorrow. It's likely that the entity that does not come away with Fox will look at other assets, ensuring that media will remain a focus for deal activity in the future.

Investment Scorecard

Madison Square Garden (5.2% of net assets as of June 30, 2018) (+26%) added to gains for the year with the announcement that it would likely spin-off the Knicks and Rangers as a separate entity. As a holder of Twenty-First Century Fox (3.0%) (+35%), the Fund benefited directly from Comcast and Disney's bidding war for the company's entertainment assets. (Y)our Fund also benefitted indirectly as other media companies including Discovery Communications (1.4%) (+31%), AMC Networks (1.2%) (+20%) and CBS Corp. (6.9%) (+10%) are increasingly viewed as takeover candidates. Lastly, smokeless tobacco and cigar producer Swedish Match (4.8%) (+15%) delivered excellent financial results in the quarter with the company now nearing profitability for snus and nicotine pouches outside Scandinavia as its ZYN brand continues to gain traction (now available in 10,000 stores).

After strong performances in 2017, several industrial companies including Xylem (1.3%) (-12%), Crane (1.9%) (-13%) and CNH Industrial (0.3) (-14%) retreated on fears of a maturing economic cycle compounded by concerns about the impact of a trade war, including higher input costs. DISH Network (1.3%) (-11%) continued to be weak in the quarter as investors remain skeptical of founder Charlie Ergen's ability to monetize DISH's valuable spectrum position in a timely fashion. Ergen's other company, EchoStar Corp. (0.9%) (-16%) sold-off as it made an unsolicited bid for U.K. satellite company Inmarsat; EchoStar's shares partially recovered in July as the company decided not to press its bid at the moment.

Conclusion

We continue to believe we are well positioned for almost any economic backdrop by focusing on companies possessing pricing power, skilled management, and flexible balance sheets that trade at meaningful discounts to the Private Market Values. Our investment environment remains catalyst rich with financial engineering, and still low borrowing costs driving acquisition activity.

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 June 30, 2018.

Bank of New York Mellon Corp. (3.5% of net assets as of June 30, 2018) (BK – \$59.93 – 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 June 30, 2018, the firm had \$33.6 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.

CBS Corp. (6.9%) (CBS – \$56.64 – NYSE) operates the CBS television network and the premium cable network Showtime. It also owns 29 local television stations and 130 radio stations. We believe that CBS has a number of opportunities to generate incremental non-advertising revenue from the sale of existing content through its OTT platforms, online video distributors and retransmission agreements with traditional distributors. In addition, we expect a continued recovery in advertising to contribute to earnings growth. Finally, we believe a combination with Viacom could act as a catalyst.

Honeywell International Inc. (3.0%) (HON – \$144.05 – 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. (5.2%) (MSG – \$310.19 – 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. In June 2018, the company disclosed that it was exploring the spin-off of its teams, which we think could further surface value, especially as MSG expands its venue portfolio.

Newmont Mining Corp. (3.7%) (NEM – \$37.71 – 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 company wide 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. (4.0%) (RSG – \$68.36 – 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. (5.6%) (SNE – \$51.26 – 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 – (3.0%) (FOXA/ FOX – \$49.69/\$49.27 – 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 \$72 billion or ~\$38 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, FOXA is trading at 7.2x EBITDA, which we view as attractive.

Viacom Inc. (5.5%) (VIA – \$35.45 – 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.

July 27, 2018

Top Ten Holdings (Percent of Net Assets)

June 30, 2018

CBS Corp.	6.9%	Republic Services	4.0%
Sony Corp.	5.6%	Newmont Mining Corp.	3.7%
Viacom Inc.	5.5%	Bank of New York Mellon Corp.	3.5%
Madison Square Garden Co.	5.2%	American Express Co.	3.3%
Swedish Match AB	4.8%	Diageo Plc	3.2%

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 and C 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.

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.

THE GABELLI VALUE 25 FUND INC.

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

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Executive Chairman,
Associated Capital Group Inc.

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Anthony J. Colavita, P.C.

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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
June 30, 2018

The Gabelli Value 25 Fund Inc.
Semiannual Report — June 30, 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,

For the six months ended June 30, 2018, the net asset value (“NAV”) per Class A Share of The Gabelli Value 25 Fund increased 1.6% compared with an increase of 2.7% and a decrease of 0.7% 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 of shares.

Enclosed are the financial statements, including the schedule of investments, as of June 30, 2018.

Comparative Results

Average Annual Returns through June 30, 2018 (a) (Unaudited)

	Six Months	1 Year	5 Year	10 Year	15 Year	Since Inception (9/29/89)
Class A (GABVX)	1.61%	6.00%	6.55%	8.01%	7.83%	10.12%
With sales charge (b)	(4.23)	(0.09)	5.29	7.38	7.41	9.89
S&P 500 Index	2.65	14.37	13.42	10.17	9.30	9.72
Dow Jones Industrial Average	(0.73)	16.26	12.89	10.73	9.55	10.64
Nasdaq Composite Index	9.38	23.71	18.61	13.96	12.01	10.86
Class AAA (GVCAIX)	1.62	5.98	6.54	8.01	7.83	10.12
Class C (GVCCX)	1.24	5.17	5.74	7.20	7.03	9.60
With contingent deferred sales charge (c)	0.24	4.17	5.74	7.20	7.03	9.60
Class I (GVCIX)	1.81	6.44	6.86	8.31	8.04	10.23
Class T (GVCTX)	1.62	5.96	6.54	8.01	7.83	10.12
With sales charge (d)	(0.92)	3.31	6.00	7.74	7.65	10.02

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. See page 9 for the expense ratios for the six months ended June 30, 2018. Class AAA and Class I Shares do not have a sales charge. The maximum sales charge for Class A, Class C, 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.

The Gabelli Value 25 Fund Inc.

Disclosure of Fund Expenses (Unaudited)

For the Six Month Period from January 1, 2018 through June 30, 2018

Expense Table

We believe it is important for you to understand the impact of fees and expenses regarding your investment. All mutual funds have operating expenses. As a shareholder of a fund, you incur ongoing costs, which include costs for portfolio management, administrative services, and shareholder reports (like this one), among others. Operating expenses, which are deducted from a fund's gross income, directly reduce the investment return of a fund. When a fund's expenses are expressed as a percentage of its average net assets, this figure is known as the expense ratio. The following examples are intended to help you understand the ongoing costs (in dollars) of investing in your Fund and to compare these costs with those of other mutual funds. The examples are based on an investment of \$1,000 made at the beginning of the period shown and held for the entire period.

The Expense Table below illustrates your Fund's costs in two ways:

Actual Fund Return: This section provides information about actual account values and actual expenses. You may use this section to help you to estimate the actual expenses that you paid over the period after any fee waivers and expense reimbursements. The "Ending Account Value" shown is derived from the Fund's **actual** return during the past six months, and the "Expenses Paid During Period" shows the dollar amount that would have been paid by an investor who started with \$1,000 in the Fund. You may use this information, together with the amount you invested, to estimate the expenses that you paid over the period.

To do so, simply divide your account value by \$1,000 (for example, an \$8,600 account value divided by \$1,000 = 8.6), then multiply the result by the number given for your Fund under the heading "Expenses Paid During Period" to estimate the expenses you paid during this period.

Hypothetical 5% Return: This section provides information about hypothetical account values and

hypothetical expenses based on the Fund's actual expense ratio. It assumes a hypothetical annualized return of 5% before expenses during the period shown. In this case – because the hypothetical return used is **not** the Fund's actual return – the results do not apply to your investment and you cannot use the hypothetical account value and expense to estimate the actual ending account balance or expenses you paid for the period. This example is useful in making comparisons of the ongoing costs of investing in the Fund and other funds. To do so, compare this 5% hypothetical example with the 5% hypothetical examples that appear in shareholder reports of other funds.

Please note that the expenses shown in the table are meant to highlight your ongoing costs only and do not reflect any transactional costs such as sales charges (loads), redemption fees, or exchange fees, if any, which would be described in the Prospectus. If these costs were applied to your account, your costs would be higher. Therefore, the 5% hypothetical return is useful in comparing ongoing costs only, and will not help you determine the relative total costs of owning different funds.

	Beginning Account Value 01/01/18	Ending Account Value 06/30/18	Annualized Expense Ratio	Expenses Paid During Period*
The Gabelli Value 25 Fund Inc.				
Actual Fund Return				
Class AAA	\$1,000.00	\$1,016.20	1.42%	\$ 7.10
Class A	\$1,000.00	\$1,016.10	1.42%	\$ 7.10
Class C	\$1,000.00	\$1,012.40	2.17%	\$10.83
Class I	\$1,000.00	\$1,018.10	1.00%	\$ 5.00
Class T	\$1,000.00	\$1,016.20	1.42%	\$ 7.10
Hypothetical 5% Return				
Class AAA	\$1,000.00	\$1,017.75	1.42%	\$ 7.10
Class A	\$1,000.00	\$1,017.75	1.42%	\$ 7.10
Class C	\$1,000.00	\$1,014.03	2.17%	\$10.84
Class I	\$1,000.00	\$1,019.84	1.00%	\$ 5.01
Class T	\$1,000.00	\$1,017.75	1.42%	\$ 7.10

* Expenses are equal to the Fund's annualized expense ratio for the last six months multiplied by the average account value over the period, multiplied by the number of days in the most recent fiscal half year (181 days), then divided by 365.

Summary of Portfolio Holdings (Unaudited)

The following table presents portfolio holdings as a percent of net assets as of June 30, 2018:

The Gabelli Value 25 Fund Inc.

Entertainment	16.7%	Specialty Chemicals	1.6%
Broadcasting	10.3%	Automotive	1.5%
Financial Services	9.3%	Consumer Services	0.9%
Cable and Satellite	7.0%	Telecommunications	0.9%
Consumer Products	6.2%	Building and Construction	0.8%
Electronics	5.6%	Real Estate	0.7%
Environmental Services	5.5%	Wireless Communications	0.6%
Food and Beverages	5.1%	Communications Equipment	0.6%
Diversified Industrial	5.1%	Computer Software and Services	0.6%
Metals and Mining	3.7%	U.S. Treasury Bills	0.4%
Energy and Utilities	2.8%	Other Assets and Liabilities (Net)	0.0%
Aerospace	2.7%		<u>100.0%</u>
Automotive: Parts and Accessories	2.6%		
Business Services	2.4%		
Hotels and Gaming	2.3%		
Machinery	2.1%		
Equipment and Supplies	2.0%		

The Fund files a complete schedule of portfolio holdings with the Securities and Exchange Commission (the "SEC") for the first and third quarters of each fiscal year on Form N-Q. Shareholders may obtain this information at www.gabelli.com or by calling the Fund at 800-GABELLI (800-422-3554). The Fund's Form N-Q is available on the SEC's website at www.sec.gov and may also be reviewed and copied at the SEC's Public Reference Room in Washington, DC. Information on the operation of the Public Reference Room may be obtained by calling 800-SEC-0330.

Proxy Voting

The Fund files Form N-PX with its complete proxy voting record for the twelve months ended June 30, no later than August 31 of each year. A description of the Fund's proxy voting policies, procedures, and how the Fund voted proxies relating to portfolio securities is available without charge, upon request, by (i) calling 800-GABELLI (800-422-3554); (ii) writing to The Gabelli Funds at One Corporate Center, Rye, NY 10580-1422; or (iii) visiting the SEC's website at www.sec.gov.

The Gabelli Value 25 Fund Inc.
Schedule of Investments — June 30, 2018 (Unaudited)

<u>Shares</u>		<u>Cost</u>	<u>Market Value</u>	<u>Shares</u>		<u>Cost</u>	<u>Market Value</u>
	COMMON STOCKS — 99.6%			399,000	Swedish Match AB	\$ 5,936,130	\$ 19,765,685
	Aerospace — 2.7%					<u>8,771,492</u>	<u>25,337,605</u>
269,000	Aerojet Rocketdyne Holdings Inc.†	\$ 1,928,811	\$ 7,932,810		Consumer Services — 0.9%		
250,000	Rolls-Royce Holdings plc.....	1,871,852	3,260,439	180,000	Qurate Retail Inc.†	2,107,331	3,819,600
21,300,000	Rolls-Royce Holdings plc, Cl. C†(a)	29,670	28,111		Diversified Industrial — 5.1%		
		<u>3,830,333</u>	<u>11,221,360</u>	35,000	Ampco-Pittsburgh Corp.†	175,012	358,750
	Automotive — 1.5%			100,000	Crane Co.	2,601,250	8,013,000
153,000	Navistar International Corp.†	4,200,079	6,230,160	86,000	Honeywell International Inc.	2,006,484	12,388,300
	Automotive: Parts and Accessories — 2.6%					<u>4,782,746</u>	<u>20,760,050</u>
89,000	Genuine Parts Co.	2,039,498	8,169,310	450,500	Electronics — 5.6%		
9,000	O'Reilly Automotive Inc.†	1,170,484	2,462,130		Sony Corp., ADR	7,731,509	23,092,630
		<u>3,209,982</u>	<u>10,631,440</u>		Energy and Utilities — 2.8%		
	Broadcasting — 10.3%			200,000	GenOn Energy Inc., Escrow†(a) ...	0	0
502,000	CBS Corp., Cl. A, Voting	9,307,857	28,433,280	213,000	National Fuel Gas Co.....	9,406,083	11,280,480
7,000	Liberty Broadband Corp., Cl. A† ..	314,951	529,480			<u>9,406,083</u>	<u>11,280,480</u>
64,000	Liberty Broadband Corp., Cl. C† ..	1,611,655	4,846,080		Entertainment — 16.7%		
100,000	Liberty Media Corp.-			40,000	Discovery Inc., Cl. A†	369,758	1,100,000
	Liberty SiriusXM, Cl. C†	179,817	4,536,000	183,000	Discovery Inc., Cl. C†	2,715,303	4,666,500
166,000	MSG Networks Inc., Cl. A†	76,944	3,975,700	173,000	Grupo Televisa SAB, ADR.....	1,592,508	3,278,350
		<u>11,491,224</u>	<u>42,320,540</u>	16,000	Liberty Media Corp.-		
	Building and Construction — 0.8%				Liberty Braves, Cl. A†	266,393	411,360
96,000	Johnson Controls International plc	1,928,402	3,211,200	94,040	Liberty Media Corp.-		
	Business Services — 2.4%				Liberty Braves, Cl. C†	1,522,727	2,431,875
71,000	Macquarie Infrastructure Corp. ...	2,271,349	2,996,200	69,500	The Madison Square Garden Co, Cl. A†	389,001	21,558,205
35,000	Mastercard Inc., Cl. A	737,764	6,878,200	178,000	Twenty-First Century Fox Inc., Cl. A	2,255,616	8,844,820
		<u>3,009,113</u>	<u>9,874,400</u>	75,000	Twenty-First Century Fox Inc., Cl. B	2,444,130	3,695,250
	Cable and Satellite — 7.0%			640,000	Viacom Inc., Cl. A	19,273,199	22,688,000
79,000	AMC Networks Inc., Cl. A†	0	4,913,800			<u>30,828,635</u>	<u>68,674,360</u>
105,000	Comcast Corp., Cl. A	1,006,420	3,445,050		Environmental Services — 5.5%		
162,000	DISH Network Corp., Cl. A†	4,101,706	5,444,820	243,000	Republic Services Inc.....	3,670,696	16,611,480
80,000	EchoStar Corp., Cl. A†	1,943,279	3,552,000	82,000	Waste Connections Inc.	2,664,235	6,172,960
206,000	Liberty Global plc, Cl. A†	4,322,016	5,673,240			<u>6,334,931</u>	<u>22,784,440</u>
45,000	Liberty Global plc, Cl. C†	448,934	1,197,450		Equipment and Supplies — 2.0%		
92,000	Rogers Communications Inc., Cl. B	603,670	4,366,320	127,000	CIRCOR International Inc.	1,643,772	4,693,920
		<u>12,426,025</u>	<u>28,592,680</u>	90,000	Flowserve Corp.....	528,443	3,636,000
	Communications Equipment — 0.6%					<u>2,172,215</u>	<u>8,329,920</u>
66,000	Loral Space & Communications Inc.†	3,366,480	2,481,600	140,000	Financial Services — 9.3%		
	Computer Software and Services — 0.6%			105,000	American Express Co.	3,619,898	13,720,000
160,000	Hewlett Packard Enterprise Co. ...	2,205,104	2,337,600	72,000	H&R Block Inc.	2,031,978	2,391,900
	Consumer Products — 6.2%			265,000	Legg Mason Inc.	1,743,303	2,500,560
68,000	Edgewell Personal Care Co.†	2,509,822	3,431,280		The Bank of New York Mellon Corp.....	8,386,149	14,291,450
34,000	Energizer Holdings Inc.....	325,540	2,140,640	98,000	Wells Fargo & Co.....	3,127,585	5,433,120
						<u>18,908,913</u>	<u>38,337,030</u>

See accompanying notes to financial statements.

The Gabelli Value 25 Fund Inc.
Schedule of Investments (Continued) — June 30, 2018 (Unaudited)

<u>Shares</u>		<u>Cost</u>	<u>Market Value</u>	<u>Shares</u>		<u>Cost</u>	<u>Market Value</u>
	COMMON STOCKS (Continued)						
	Food and Beverage — 5.1%						
92,000	Diageo plc, ADR.....	\$ 3,455,502	\$ 13,248,920	127,000	Telecommunications — 0.9%		
39,000	Fomento Economico Mexicano				Telephone & Data Systems Inc....	\$ 2,875,846	\$ 3,482,340
	SAB de CV, ADR.....	450,822	3,423,810	70,000	Wireless Communications — 0.6%		
108,000	Mondelēz International Inc., Cl. A.	2,997,951	4,428,000		United States Cellular Corp.†.....	3,117,670	2,592,800
		<u>6,904,275</u>	<u>21,100,730</u>		TOTAL COMMON STOCKS.....	<u>171,513,564</u>	<u>409,259,434</u>
	Hotels and Gaming — 2.3%				Principal Amount		
115,000	Ryman Hospitality Properties Inc., REIT.....	3,283,103	9,562,250	\$ 1,866,000	U.S. GOVERNMENT OBLIGATIONS — 0.4%		
	Machinery — 2.1%				U.S. Treasury Bills,		
183,744	CNH Industrial NV.....	1,331,785	1,934,824		1.873% to 1.897%††,		
110,000	CNH Industrial NV, Borsa Italiana.	990,523	1,168,455		08/30/18 to 09/27/18.....	1,858,741	1,858,856
80,500	Xylem Inc.....	1,834,232	5,424,090		TOTAL INVESTMENTS — 100.0% ..	<u>\$ 173,372,305</u>	<u>411,118,290</u>
		<u>4,156,540</u>	<u>8,527,369</u>		Other Assets and Liabilities (Net) — 0.0% . . .		<u>(19,019)</u>
	Metals and Mining — 3.7%				NET ASSETS — 100.0%		<u>\$411,099,271</u>
403,000	Newmont Mining Corp.....	8,074,035	15,197,130	(a)	Security is valued using significant unobservable inputs and is classified as Level 3 in the fair value hierarchy.		
	Real Estate — 0.7%			†	Non-income producing security.		
62,000	Griffin Industrial Realty Inc.	1,066,792	2,727,380	††	Represents annualized yields at dates of purchase.		
	Specialty Chemicals — 1.6%			ADR	American Depositary Receipt		
20,000	Ashland Global Holdings Inc.	1,180,714	1,563,600	REIT	Real Estate Investment Trust		
27,000	DowDuPont Inc.	1,849,355	1,779,840				
27,500	International Flavors & Fragrances Inc.....	2,294,637	3,408,900				
		<u>5,324,706</u>	<u>6,752,340</u>				

See accompanying notes to financial statements.

The Gabelli Value 25 Fund Inc.

Statement of Assets and Liabilities June 30, 2018 (Unaudited)

Assets:	
Investments, at value (cost \$173,372,305)	\$411,118,290
Cash	848
Receivable for investments sold	511,850
Receivable for Fund shares sold	8,806
Receivable from Adviser	8,781
Dividends receivable	914,369
Prepaid expenses	39,787
Total Assets	<u>412,602,731</u>
Liabilities:	
Foreign currency, at value (cost \$16)	15
Payable for investments purchased	82,770
Payable for Fund shares redeemed	873,942
Payable for investment advisory fees	335,811
Payable for distribution fees	76,849
Payable for accounting fees	11,250
Other accrued expenses	122,823
Total Liabilities	<u>1,503,460</u>
Net Assets	
(applicable to 26,273,938 shares outstanding)	<u>\$411,099,271</u>
Net Assets consist of:	
Paid-in capital	\$154,941,721
Accumulated net investment income	623,223
Accumulated net realized gains on investments and foreign currency transactions	17,780,755
Net unrealized appreciation on investments	237,745,985
Net unrealized appreciation on foreign currency translations	7,587
Net Assets	<u>\$411,099,271</u>
Shares of Capital Stock, each at \$0.001 par value:	
Class AAA:	
Net Asset Value, offering, and redemption price per share (\$4,087,493 ÷ 260,990 shares outstanding; 50,000,000 shares authorized) ...	<u>\$15.66</u>
Class A:	
Net Asset Value and redemption price per share (\$342,990,209 ÷ 21,809,403 shares outstanding; 100,000,000 shares authorized) ..	<u>\$15.73</u>
Maximum offering price per share (NAV ÷ 0.9425, based on maximum sales charge of 5.75% of the offering price)	<u>\$16.69</u>
Class C:	
Net Asset Value and offering price per share (\$7,471,162 ÷ 608,766 shares outstanding; 50,000,000 shares authorized)	<u>\$12.27(a)</u>
Class I:	
Net Asset Value, offering, and redemption price per share (\$56,549,351 ÷ 3,594,712 shares outstanding; 50,000,000 shares authorized) ...	<u>\$15.73</u>
Class T:	
Net Asset Value and redemption price per share (\$1,055.58 ÷ 67.24 shares outstanding; 50,000,000 shares authorized)	<u>\$15.70</u>
Maximum offering price per share (NAV ÷ 0.975, based on maximum sales charge of 2.50% of the offering price)	<u>\$16.10</u>

(a) Redemption price varies based on the length of time held.

Statement of Operations For the Six Months Ended June 30, 2018 (Unaudited)

Investment Income:	
Dividends (net of foreign withholding taxes of \$273,408)	\$ 3,480,442
Interest	19,600
Total Investment Income	<u>3,500,042</u>
Expenses:	
Investment advisory fees	2,087,994
Distribution fees - Class AAA	5,397
Distribution fees - Class A	433,824
Distribution fees - Class C	39,039
Distribution fees - Class T	1
Shareholder services fees	131,624
Directors' fees	46,878
Shareholder communications expenses	45,414
Registration expenses	39,642
Legal and audit fees	31,873
Custodian fees	27,208
Accounting fees	22,500
Interest expense	418
Miscellaneous expenses	17,620
Total Expenses	<u>2,929,432</u>
Less:	
Expense reimbursements (See Note 3)	(50,438)
Expenses paid indirectly by broker (See Note 6)	<u>(2,175)</u>
Total Reimbursements and Credits	<u>(52,613)</u>
Net Expenses	<u>2,876,819</u>
Net Investment Income	<u>623,223</u>
Net Realized and Unrealized Gain/(Loss) on Investments and Foreign Currency:	
Net realized gain on investments	19,731,141
Net realized loss on foreign currency transactions	<u>(4,212)</u>
Net realized gain on investments and foreign currency transactions	<u>19,726,929</u>
Net change in unrealized appreciation/depreciation:	
on investments	(13,692,625)
on foreign currency translations	<u>(10,925)</u>
Net change in unrealized appreciation/depreciation on investments and foreign currency translations	
	<u>(13,703,550)</u>
Net Realized and Unrealized Gain/(Loss) on Investments and Foreign Currency	<u>6,023,379</u>
Net Increase in Net Assets Resulting from Operations	<u>\$ 6,646,602</u>

See accompanying notes to financial statements.

The Gabelli Value 25 Fund Inc.

Statement of Changes in Net Assets

	Six Months Ended June 30, 2018 (Unaudited)	Year Ended December 31, 2017
Operations:		
Net investment income	\$ 623,223	\$ 560,928
Net realized gain on investments and foreign currency transactions	19,726,929	30,334,810
Net change in unrealized appreciation/depreciation on investments and foreign currency translations	<u>(13,703,550)</u>	<u>23,958,654</u>
Net Increase in Net Assets Resulting from Operations	<u>6,646,602</u>	<u>54,854,392</u>
Distributions to Shareholders:		
Net investment income		
Class AAA	—	(4,232)
Class A	—	(281,247)
Class I	—	(290,730)
Class T	<u>—</u>	<u>(2)</u>
	<u>—</u>	<u>(576,211)</u>
Net realized gain		
Class AAA	—	(288,565)
Class A	—	(23,450,159)
Class C	—	(666,142)
Class I	—	(3,830,151)
Class T	<u>—</u>	<u>(65)</u>
	<u>—</u>	<u>(28,235,082)</u>
Total Distributions to Shareholders	<u>—</u>	<u>(28,811,293)</u>
Capital Share Transactions:		
Class AAA	(513,318)	211,262
Class A	(25,248,694)	(46,819,852)
Class C	(966,100)	(3,303,351)
Class I	(4,996,556)	11,148,820
Class T	<u>—</u>	<u>1,068</u>
Net Decrease in Net Assets from Capital Share Transactions	<u>(31,724,668)</u>	<u>(38,762,053)</u>
Redemption Fees	<u>2</u>	<u>110</u>
Net Decrease in Net Assets	<u>(25,078,064)</u>	<u>(12,718,844)</u>
Net Assets:		
Beginning of year	<u>436,177,335</u>	<u>448,896,179</u>
End of period (including undistributed net investment income of \$623,223 and \$0, respectively)	<u>\$411,099,271</u>	<u>\$436,177,335</u>

See accompanying notes to financial statements.

The Gabelli Value 25 Fund Inc.

Financial Highlights

Selected data for a share of capital stock outstanding throughout each period:

Year Ended December 31	Income (Loss)				Distributions		Ratios to Average Net Assets / Supplemental Data								
	Net Investment (Loss)/a	Net Investment Income (Loss)	Net Realized Gain/(Loss) on Investments	Total from Investment Operations	Net Investment Income	Net Realized Gain on Investments	Total Distributions	Redemption Fees (b)	Net Asset Value End of Period	Total Return	Net Assets End of Period (in 000's)	Net Investment Income (Loss)	Operating Expenses Before Reimburse ments	Operating Expenses Net of Reimbursements	Portfolio Turnover Rate
Class AAA															
2018(c)	\$15.41	\$ 0.02	\$ 0.23	\$ 0.25	\$(0.02)	\$(1.04)	\$(1.06)	\$0.00	\$15.66	1.6%	\$ 4,088	0.25%(d)	1.42%(d)	1.42%(d)(e)	1%
2017	14.61	0.01	1.85	1.86	(0.07)	(1.03)	(1.10)	0.00	15.41	12.7	4,542	0.09	1.41	1.41(e)	2
2016	14.07	0.07	1.57	1.64	(0.01)	(2.44)	(2.45)	0.00	14.61	11.6	4,103	0.48	1.40	1.40(e)	2
2015	18.23	0.01	(1.71)	(1.72)	(0.03)	(1.81)	(1.84)	0.00	14.07	(9.5)	4,492	0.05	1.39	1.39(e)	3
2014	19.71	0.02	0.94	0.96	(0.03)	(1.81)	(1.84)	0.00	18.23	1.7	7,321	0.12	1.38	1.38	23
2013	15.21	0.03	4.98	5.01	(0.04)	(0.47)	(0.51)	0.00	19.71	33.1	7,174	0.16	1.39	1.39(f)	9
Class A															
2018(c)	\$15.48	\$ 0.02	\$ 0.23	\$ 0.25	\$(0.01)	\$(1.04)	\$(1.05)	\$0.00	\$15.73	1.6%	\$342,990	0.25%(d)	1.42%(d)	1.42%(d)(e)	1%
2017	14.66	0.01	1.86	1.87	(0.07)	(1.03)	(1.06)	0.00	15.48	12.8	362,729	0.09	1.41	1.41(e)	2
2016	14.12	0.07	1.57	1.64	(0.01)	(2.44)	(2.45)	0.00	14.66	11.6	386,700	0.48	1.40	1.40(e)	2
2015	18.29	0.01	(1.73)	(1.72)	(0.03)	(1.81)	(1.84)	0.00	14.12	(9.5)	427,905	0.07	1.39	1.39(e)	2
2014	19.78	0.02	0.33	0.35	(0.03)	(1.81)	(1.84)	0.00	18.29	1.6	563,876	0.11	1.38	1.38	23
2013	15.24	0.03	5.00	5.03	(0.02)	(0.47)	(0.49)	0.00	19.78	33.2	635,817	0.18	1.39	1.39(f)	9
Class C															
2018(c)	\$12.12	\$(0.03)	\$ 0.18	\$ 0.15	—	\$(1.04)	—	\$0.00	\$12.27	1.2%	\$ 7,471	0.51%(d)	2.17%(d)	2.17%(d)(e)	1%
2017	11.77	(0.08)	1.47	1.39	—	(1.04)	—	0.00	12.12	11.8	8,351	0.67	2.16	2.16(e)	2
2016	11.55	(0.03)	1.28	1.25	—	(1.03)	(1.03)	0.00	11.77	10.8	11,171	0.27	2.15	2.15(e)	2
2015	15.55	(0.10)	(1.46)	(1.56)	—	(2.44)	(2.44)	0.00	11.55	(10.2)	13,317	0.69	2.14	2.14(e)	2
2014	17.18	(0.11)	0.29	0.18	—	(1.81)	(1.81)	0.00	15.55	0.9	19,395	0.64	2.13	2.13	23
2013	13.37	(0.09)	4.37	4.28	—	(0.47)	(0.47)	0.00	17.18	32.2	23,912	0.58	2.14	2.14(f)	9
Class I															
2018(c)	\$15.45	\$ 0.05	\$ 0.23	\$ 0.28	\$(0.08)	\$(1.04)	\$(1.12)	\$0.00	\$15.73	1.8%	\$ 56,549	0.68%(d)	1.17%(d)	1.00%(d)(e)(g)	1%
2017	14.64	0.08	1.85	1.93	(0.12)	(1.03)	(1.15)	0.00	15.45	13.2	60,554	0.50	1.16	1.00(e)(g)	2
2016	14.10	0.12	1.57	1.69	(0.06)	(2.44)	(2.50)	0.00	14.64	11.9	46,922	0.79	1.15	1.13(e)(g)	2
2015	18.28	0.05	(1.73)	(1.68)	(0.06)	(2.44)	(2.50)	0.00	14.10	(9.3)	64,336	0.28	1.14	1.14(e)	2
2014	19.76	0.07	0.34	0.41	(0.08)	(1.81)	(1.89)	0.00	18.28	2.0	138,916	0.33	1.13	1.13	23
2013	15.22	0.06	5.02	5.08	(0.07)	(0.47)	(0.54)	0.00	19.76	33.5	127,347	0.32	1.14	1.14(f)	9
Class T															
2018(c)	\$15.45	\$ 0.02	\$ 0.23	\$ 0.25	\$(0.04)	\$(1.04)	\$(1.08)	—	\$15.70	1.6%	\$ 1	0.25%(d)	1.42%(d)	1.42%(d)(e)	1%
2017(h)	15.91	(0.01)	0.63	0.62	—	—	—	—	15.45	3.9	1	(0.18)	1.41(c)	1.41(d)(e)	2

† Total return represents aggregate total return of a hypothetical \$1,000 investment at the beginning of the period and sold at the end of the period including reinvestment of distributions and does not reflect applicable sales charges. Total return for a period of less than one year is not annualized.

- (a) Per share amounts have been calculated using the average shares outstanding method.
- (b) Amount represents less than \$0.005 per share.
- (c) For the six months ended June 30, 2018, unaudited.
- (d) Annualized.
- (e) The Fund received credits from a designated broker who agreed to pay certain Fund operating expenses. For the six months ended June 30, 2018 and the years ended December 31, 2017, 2016, and 2015, there was no impact on the expense ratios.
- (f) The ratios do not include a reduction of advisory fee on unsupervised assets for the year ended December 31, 2013. Including such advisory fee reduction on unsupervised assets, the ratios of operating expenses to average net assets would have been 1.40% and 1.40% (Class AAA and Class A), 2.15% (Class C), and 1.15% (Class I). For the year 2014, the effect of such advisory fee reduction on unsupervised assets was minimal. For the six months ended June 30, 2018 and the years ended December 31, 2017, 2016, and 2015, there were no unsupervised assets and therefore no advisory fee reductions.
- (g) Under an expense reimbursement agreement with the Adviser, the Adviser reimbursed certain Class I expenses to the Fund of \$50,438 for the six months ended June 30, 2018, and \$87,199 for the year ended December 31, 2017, the effects of which were minimal.
- (h) Class T Shares were initially offered on July 5, 2017 and are no longer offered for sale.

See accompanying notes to financial statements.

The Gabelli Value 25 Fund Inc.

Notes to Financial Statements (Unaudited)

1. Organization. The Gabelli Value 25 Fund Inc. was incorporated on July 20, 1989 in Maryland and commenced investment operations on September 29, 1989. The Fund is a diversified open-end management investment company registered under the Investment Company Act of 1940, as amended (the “1940 Act”). The Fund’s primary objective is long term capital appreciation.

2. Significant Accounting Policies. 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 financial statements. 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 financial statements.

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 that 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 Gabelli Value 25 Fund Inc. Notes to Financial Statements (Unaudited) (Continued)

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).

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 June 30, 2018 is as follows:

	Valuation Inputs			Total Market Value at 6/30/18
	Level 1 Quoted Prices	Level 2 Other Significant Observable Inputs	Level 3 Significant Unobservable Inputs	
INVESTMENTS IN SECURITIES:				
ASSETS (Market Value):				
Common Stocks:				
Aerospace	\$ 11,193,249	—	\$28,111	\$ 11,221,360
Energy and Utilities	11,280,480	—	0	11,280,480
Other Industries (a)	386,757,594	—	—	386,757,594
Total Common Stocks	409,231,323	—	28,111	409,259,434
U.S. Government Obligations	—	\$1,858,856	—	1,858,856
TOTAL INVESTMENTS IN SECURITIES – ASSETS	\$409,231,323	\$1,858,856	\$28,111	\$411,118,290

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

The Fund did not have transfers among Level 1, Level 2, and Level 3 during the six months ended June 30, 2018. The Fund's policy is to recognize transfers among Levels as of the beginning of the reporting period.

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

The Gabelli Value 25 Fund Inc.

Notes to Financial Statements (Unaudited) (Continued)

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.

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 June 30, 2018, the Fund held no restricted securities.

**The Gabelli Value 25 Fund Inc.
Notes to Financial Statements (Unaudited) (Continued)**

Securities Transactions and Investment Income. Securities transactions are accounted for on the trade date with realized gain/(loss) on investments determined by using the identified cost method. Interest income (including amortization of premium and accretion of discount) is recorded on an accrual basis. Premiums and discounts on debt securities are amortized using the effective yield to maturity method. Dividend income is recorded on the ex-dividend date, except for certain dividends from foreign securities that are recorded as soon after the ex-dividend date as the Fund becomes aware of such dividends.

Determination of Net Asset Value and Calculation of Expenses. Certain administrative expenses are common to, and allocated among, various affiliated funds. Such allocations are made on the basis of each fund's average net assets or other criteria directly affecting the expenses as determined by the Adviser pursuant to procedures established by the Board.

In calculating the NAV per share of each class, investment income, realized and unrealized gains and losses, redemption fees, and expenses other than class specific expenses are allocated daily to each class of shares based upon the proportion of net assets of each class at the beginning of each day. Distribution expenses are borne solely by the class incurring the expense.

Distributions to Shareholders. Distributions to shareholders are recorded on the ex-dividend date. Distributions to shareholders are based on income and capital gains as determined in accordance with federal income tax regulations, which may differ from income and capital gains as determined under GAAP. These differences are primarily due to differing treatments of income and gains on various investment securities and foreign currency transactions held by the Fund, timing differences, and differing characterizations of distributions made by the Fund. Distributions from net investment income for federal income tax purposes include net realized gains on foreign currency transactions. These book/tax differences are either temporary or permanent in nature. To the extent these differences are permanent, adjustments are made to the appropriate capital accounts in the period when the differences arise. These reclassifications have no impact on the NAV of the Fund.

The tax character of distributions paid during the year ended December 31, 2017 was as follows:

Distributions paid from:*	
Ordinary income (inclusive of short term capital gains)	\$ 1,141,947
Net long term capital gains	<u>29,541,548</u>
Total distributions paid	<u>\$30,683,495</u>

* Total distributions paid differs from the Statement of Changes in Net Assets due to the utilization of equalization.

Provision for Income Taxes. 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 "Code"). It is the policy of the Fund to comply with the requirements of the Code applicable to regulated investment companies and to distribute substantially all of its net investment company taxable income and net capital gains. Therefore, no provision for federal income taxes is required.

The Gabelli Value 25 Fund Inc.
Notes to Financial Statements (Unaudited) (Continued)

The following summarizes the tax cost of investments and the related net unrealized appreciation at June 30, 2018:

	<u>Cost</u>	<u>Gross Unrealized Appreciation</u>	<u>Gross Unrealized Depreciation</u>	<u>Net Unrealized Appreciation</u>
Investments	\$175,233,674	\$239,226,809	\$(3,342,193)	\$235,884,616

The Fund is required to evaluate tax positions taken or expected to be taken in the course of preparing the Fund's tax returns to determine whether the tax positions are "more-likely-than-not" of being sustained by the applicable tax authority. Income tax and related interest and penalties would be recognized by the Fund as tax expense in the Statement of Operations if the tax positions were deemed not to meet the more-likely-than-not threshold. For the six months ended June 30, 2018, the Fund did not incur any income tax, interest, or penalties. As of June 30, 2018, the Adviser has reviewed all open tax years and concluded that there was no impact to the Fund's net assets or results of operations. The Fund's federal and state tax returns for the prior three fiscal years remain open, subject to examination. On an ongoing basis, the Adviser will monitor the Fund's tax positions to determine if adjustments to this conclusion are necessary.

3. Investment Advisory Agreement and Other Transactions. The Fund has entered into an investment advisory agreement (the "Advisory Agreement") with the Adviser which provides that the Fund will pay the Adviser a fee, computed daily and paid monthly, at the annual rate of 1.00% of the value of its average daily net assets. In accordance with the Advisory Agreement, the Adviser provides a continuous investment program for the Fund's portfolio, oversees the administration of all aspects of the Fund's business and affairs, and pays the compensation of all Officers and Directors of the Fund who are affiliated persons of the Adviser.

Effective October 1, 2016, the Adviser contractually agreed to waive its investment advisory fee and/or reimburse expenses of Class I Shares to the extent necessary to maintain the total operating expenses (excluding brokerage, acquired fund fees and expenses, interest, taxes, and extraordinary expenses) until at least April 30, 2019 at no more than 1.00% of the value of its average daily net assets. In addition, the Fund has agreed, during the three year period following any waiver or reimbursement by the Adviser, to repay such amount to the extent, that after giving the effect to the repayment, such adjusted annualized total operating expenses of the Fund would not exceed 1.00% of the value of the Fund's average daily net assets for Class I. The agreement is renewable annually. At June 30, 2018, the cumulative amount which the Fund may repay the Adviser is \$149,427.

For the year ended December 31, 2016, expiring December 31, 2019	\$ 11,790
For the year ended December 31, 2017, expiring December 31, 2020	87,199
For the six months ended June 30, 2018, expiring December 31, 2021	<u>50,438</u>
	<u>\$149,427</u>

The Fund pays each Director who is not considered an affiliated person an annual retainer of \$9,000 plus \$2,000 for each Board meeting attended, and they are reimbursed for any out of pocket expenses incurred in attending meetings. All Board committee members receive \$500 per meeting attended. The Chairman of the Audit Committee and the Lead Director each receives an annual fee of \$2,000 per year. The Chairman of the Nominating Committee and Proxy Voting Committee each receives an annual fee of \$2,500. A Director may receive a single meeting fee, allocated among the participating funds, for attending certain meetings held on behalf of multiple funds. Directors who are directors or employees of the Adviser or an affiliated company receive no compensation or expense reimbursement from the Fund.

The Gabelli Value 25 Fund Inc.

Notes to Financial Statements (Unaudited) (Continued)

4. Distribution Plan. The Fund's Board has adopted a distribution plan (the "Plan") for each class of shares, except for Class I Shares, pursuant to Rule 12b-1 under the 1940 Act. Under the Class AAA, Class A, Class C, and Class T Share Plans, payments are authorized to G.distributors, LLC (the "Distributor"), an affiliate of the Adviser, at annual rates of 0.25%, 0.25%, 1.00%, and 0.25%, respectively, of the average daily net assets of those classes, the annual limitations under each Plan. Such payments are accrued daily and paid monthly.

5. Portfolio Securities. Purchases and sales of securities during the six months ended June 30, 2018, other than short term securities and U.S. Government obligations, aggregated \$4,877,660 and \$38,744,810 respectively.

6. Transactions with Affiliates and Other Arrangements. During the six months ended June 30, 2018, the Fund paid \$7,693 in brokerage commissions on security trades to G.research, LLC, an affiliate of the Adviser. Additionally, the Distributor retained a total of \$8 from investors representing commissions (sales charges and underwriting fees) on sales and redemptions of Fund shares.

During the six months ended June 30, 2018, the Fund received credits from a designated broker who agreed to pay certain Fund operating expenses. The amount of such expenses paid through this directed brokerage arrangement during this period was \$2,175.

The cost of calculating the Fund's NAV per share is a Fund expense pursuant to the Advisory Agreement. During the six months ended June 30, 2018, the Fund accrued \$22,500 in accounting fees in the Statement of Operations.

7. Capital Stock. The Fund offers four classes of shares – Class AAA Shares, Class A Shares, Class C Shares, and Class I Shares. Class AAA Shares and Class I Shares are offered without a sales charge. Class A Shares are subject to a maximum front-end sales charge of 5.75%. Class C Shares are subject to a 1.00% contingent deferred sales charge for one year after purchase.

The Fund imposes a redemption fee of 2.00% on all classes of shares that are redeemed or exchanged on or before the seventh day after the date of a purchase. The redemption fee is deducted from the proceeds otherwise payable to the redeeming shareholders and is retained by the Fund as an increase in paid-in capital. The redemption fees retained by the Fund during the six months ended June 30, 2018 and the year ended December 31, 2017, if any, can be found in the Statement of Changes in Net Assets under Redemption Fees.

The Gabelli Value 25 Fund Inc.
Notes to Financial Statements (Unaudited) (Continued)

Transactions in shares of capital stock were as follows:

	Six Months Ended June 30, 2018 (Unaudited)		Year Ended December 31, 2017	
	Shares	Amount	Shares	Amount
Class AAA				
Shares sold	7,758	\$ 119,531	56,037	\$ 881,770
Shares issued upon reinvestment of distributions	—	—	18,601	287,025
Shares redeemed	<u>(41,508)</u>	<u>(632,849)</u>	<u>(60,788)</u>	<u>(957,533)</u>
Net increase/(decrease)	<u>(33,750)</u>	<u>\$ (513,318)</u>	<u>13,850</u>	<u>\$ 211,262</u>
Class A				
Shares sold	62,349	\$ 979,170	190,962	\$ 2,981,864
Shares issued upon reinvestment of distributions	—	—	1,438,964	22,303,924
Shares redeemed	<u>(1,687,223)</u>	<u>(26,227,864)</u>	<u>(4,566,779)</u>	<u>(72,105,640)</u>
Net decrease	<u>(1,624,874)</u>	<u>\$ (25,248,694)</u>	<u>(2,936,853)</u>	<u>\$(46,819,852)</u>
Class C				
Shares sold	6,310	\$ 76,515	22,582	\$ 279,493
Shares issued upon reinvestment of distributions	—	—	51,731	628,009
Shares redeemed	<u>(86,327)</u>	<u>(1,042,615)</u>	<u>(334,977)</u>	<u>(4,210,853)</u>
Net decrease	<u>(80,017)</u>	<u>\$ (966,100)</u>	<u>(260,664)</u>	<u>\$ (3,303,351)</u>
Class I				
Shares sold	278,101	\$ 4,360,879	1,207,770	\$ 19,052,127
Shares issued upon reinvestment of distributions	—	—	246,145	3,807,872
Shares redeemed	<u>(602,586)</u>	<u>(9,357,435)</u>	<u>(740,070)</u>	<u>(11,711,179)</u>
Net increase/(decrease)	<u>(324,485)</u>	<u>\$ (4,996,556)</u>	<u>713,845</u>	<u>\$ 11,148,820</u>
Class T(a)				
Shares sold	—	—	63	\$ 1,000
Shares issued upon reinvestment of distributions	—	—	4	68
Net increase	<u>—</u>	<u>—</u>	<u>67</u>	<u>\$ 1,068</u>

(a) Class T Shares were initially offered on July 5, 2017 and are no longer offered for sale.

8. Indemnifications. The Fund enters into contracts that contain a variety of indemnifications. The Fund's maximum exposure under these arrangements is unknown. However, the Fund has not had prior claims or losses pursuant to these contracts. Management has reviewed the Fund's existing contracts and expects the risk of loss to be remote.

9. Subsequent Events. Management has evaluated the impact on the Fund of all subsequent events occurring through the date the financial statements were issued and has determined that there were no subsequent events requiring recognition or disclosure in the financial statements.

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. that is a publicly held company with subsidiaries and affiliates 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.

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**THE GABELLI VALUE 25 FUND INC.
One Corporate Center
Rye, NY 10580-1422**

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.

THE GABELLI VALUE 25 FUND INC.

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

BOARD OF DIRECTORS

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Executive Officer,
GAMCO Investors, Inc.
Executive Chairman,
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GAB409Q218SR



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*Semiannual Report
June 30, 2018*

