

The Gabelli ABC Fund

Merger Arbitrage – “The Deal Fund”

Shareholder Commentary – September 30, 2018

(Y)our Portfolio Management Team



Mario J. Gabelli, CFA
Chief Investment Officer



Ryan N. Kahn, CFA
Analyst

Mr. Kahn is a graduate of Babson College.



Regina M. Pitaro
Managing Director

Ms. Pitaro is a graduate of Columbia Business School, Loyola University of Chicago and Fordham University.



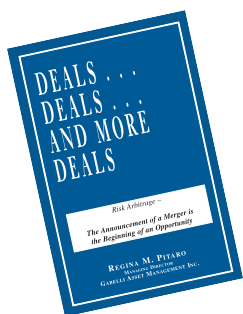
Gian Maria Magrini, CFA
Analyst

Mr. Magrini is a graduate of Fordham University.



Geoffrey P. Astle
Analyst

Mr. Astle is a graduate of Fairfield University.



*“Give a man a fish and you feed him for a day.
Teach him how to arbitrage and you feed him forever.”*
– Warren Buffett



To Our Shareholders,

For the quarter ended September 30, 2018, the net asset value (“NAV”) per Class AAA Share of The Gabelli ABC Fund increased 1.0% compared with an increase of 2.6% for the Standard & Poor’s (“S&P”) Long-Only Merger Arbitrage Index. The performance of the ICE Bank of America Merrill Lynch 3 Month U.S. Treasury Bill Index for the quarter was 0.5%. Another class of shares is available. See page 2 for performance information for both classes of shares.

So far, 2018 has been a historically strong year for mergers and acquisitions (M&A) activity. Through the first nine months of the year, global deal volume totaled \$3.3 trillion, which represented a 37% increase over the same period in 2017¹. Mega deals, or deals whose announced value is greater than \$5 billion, accounted for 43% of the volume. This phenomenon helped offset the 9% year over year decline in the number of deals announced during the period. Although total volumes for the year have been strong, there has been a substantial slowdown in deal making activity as of late. Third quarter volumes declined 32% sequentially from second quarter levels, due in part to global trade tensions.

¹Thomson Reuters Mergers & Acquisitions Review – First Nine Months 2018

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

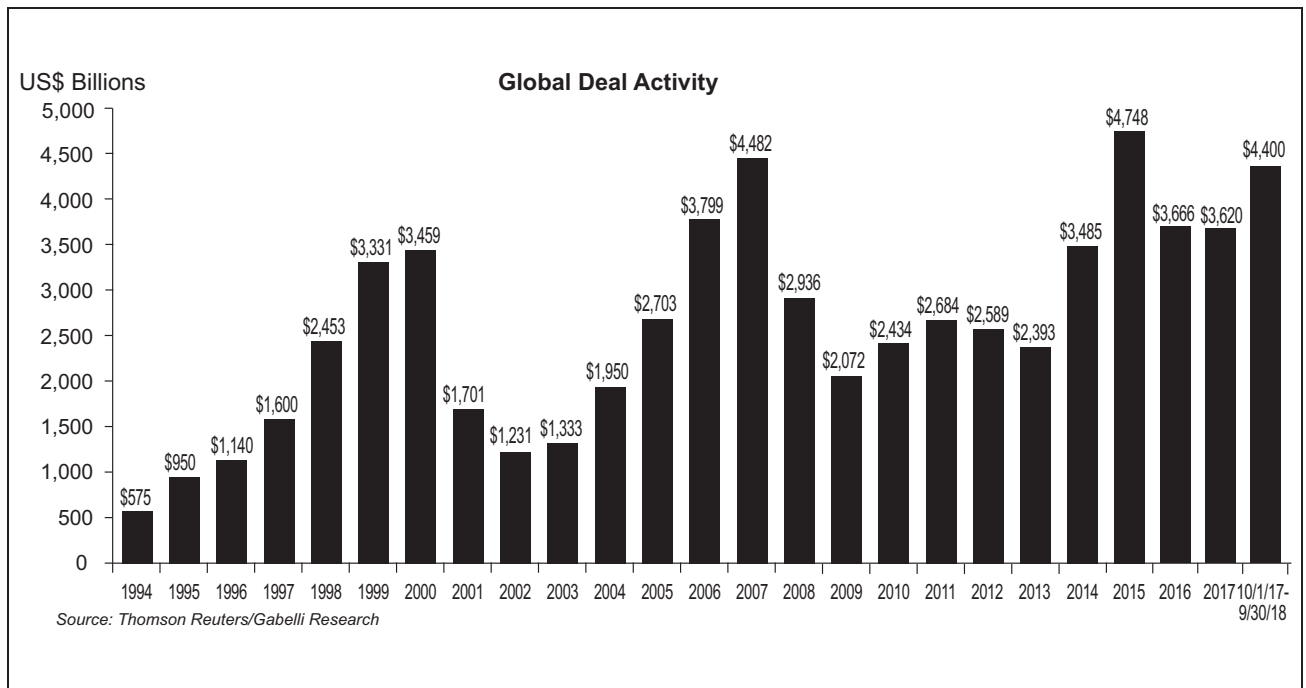
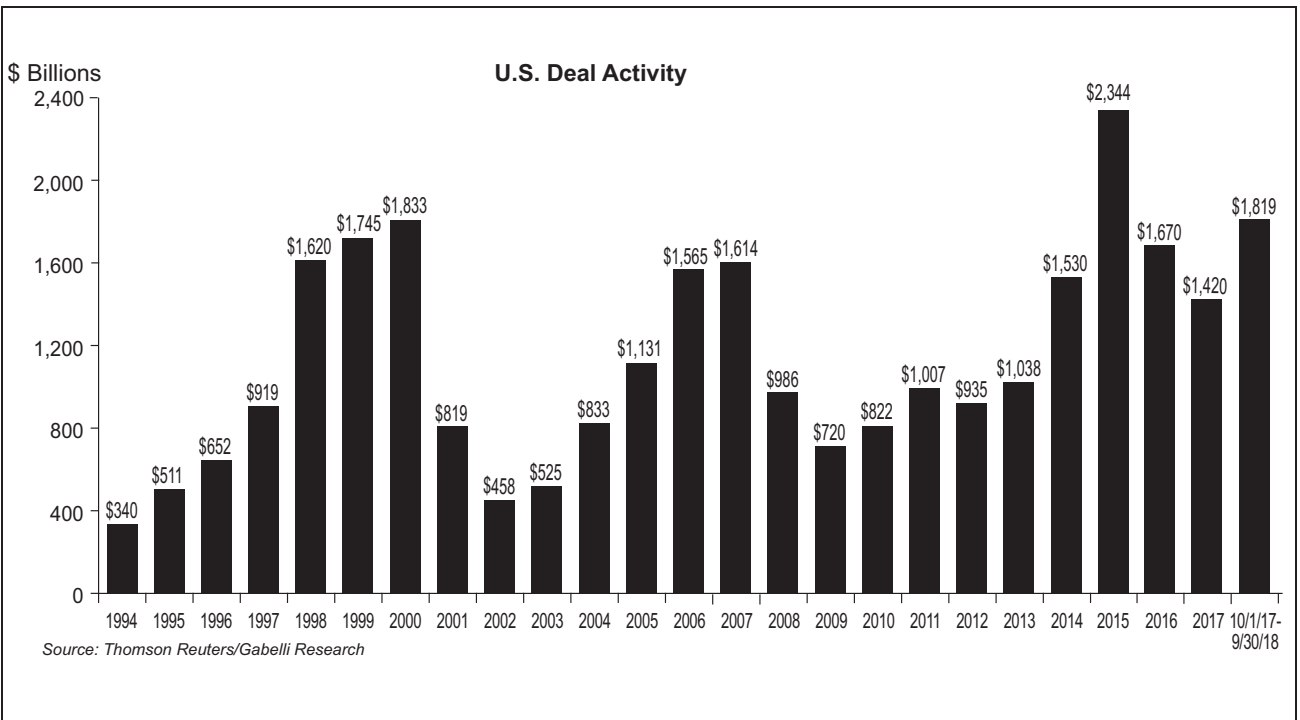
	Quarter	1 Year	5 Year	10 Year	15 Year	Since Inception (5/14/93)
AAA Shares (GABCX)	0.96%	1.97%	2.25%	3.11%	3.81%	5.54%
Advisor Shares (GADVX)	0.97	1.80	2.01	2.86	3.61	5.43
S&P Long-Only Merger Arbitrage Index	2.61	5.53	3.77	4.32	3.91(b)	3.91(b)
Lipper U.S. Treasury Money Market Fund Average ..	0.41	1.16	0.30	0.16	0.97	2.13(c)
ICE Bank of America Merrill Lynch 3 Month U.S. Treasury Bill Index	0.49	1.59	0.52	0.34	1.30	2.58
S&P 500 Index	7.71	17.91	13.95	11.97	9.65	9.88(c)

In the current prospectuses dated April 30, 2018, the expense ratios for the Class AAA and the Advisor Class Shares, are 0.57% and 0.82% respectively. The Fund does not have a sales charge.

(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 Gabelli Funds, LLC, the Adviser, not reimbursed certain expenses of the Fund for periods prior to December 31, 2007. 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 S&P Long-Only Merger Arbitrage Index is comprised of a maximum of 40 large and liquid stocks that are active targets in pending merger deals. The Lipper U.S. Treasury Money Market Fund Average reflects the average performance of mutual funds classified in this particular category. The ICE Bank of America Merrill Lynch 3 Month U.S. Treasury Bill Index is comprised of a single issue purchased at the beginning of the month and held for a full month. At the end of the month, that issue is sold and rolled into the outstanding Treasury Bill that matures closest to, but not beyond three months from the rebalancing date. To qualify for selection, an issue must have settled on or before the rebalancing (month end) date. 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. Dividends are considered reinvested except for the Bank of America Merrill Lynch 3 Month U.S. Treasury Bill Index. You cannot invest directly in an index. The Class AAA Share NAVs are used to calculate performance for the periods prior to the issuance of the Advisor Class Shares on May 1, 2007. The actual performance of the Advisor Class Shares would have been lower due to the additional expenses associated with this class of shares.*

(b) S&P Long-Only Merger Arbitrage Index inception date as of January 31, 2008.

(c) Lipper U.S. Treasury Money Market Fund Average and the S&P 500 Index since inception performance returns are as of April 30, 1993.



Along with mega deals, cross-border deal activity has been a major driver of 2018 volume. Cross-border M&A increased 56% year over year to \$1.3 trillion in the first nine months of the year, the highest level since 2007. Deal making in the U.S. and Europe also contributed to the strong deal volume seen in 2018. U.S. M&A increased 50% year over year to \$1.3 trillion and European M&A increased 64% year over year to \$941.2 billion.

The Energy & Power sector continued its strong start to the year and helped push deal volumes to record levels. Volumes in the sector totaled \$548.1 billion through the first nine months of the year, up 56% from last year. Deals in the Healthcare and Technology sectors also made meaningful contributions to 2018 numbers as each sector accounted for 11% of announced volume. Industrials rounded out the group of top sector contributors, accounting for 10% of the deal activity announced this year.

As the Federal Reserve continues to raise rates, it is important to recall that historically there has been a positive correlation between interest rates and arbitrage spreads. This is due to the fact that the spread is driven by the risks inherent to a particular deal as well as the risk-free rate. Typically, as the risk-free rate rises, so do annualized spreads. Corporations have had high cash balances and an appetite to grow inorganically since quantitative easing took effect in 2008. Tax reform further propels deal making. Management teams will deploy the additional excess capital in shareholder friendly ways and we anticipate that this will continue to drive M&A into the future.

Done Deals

Abaxis, Inc. (ABAX) is a Union City, California based medical company that provides point of care products to the veterinary industry. On May 16, 2018, ABAX agreed to be acquired by Zoetis Inc. for \$83 per share in cash representing a \$2 billion valuation. The deal was subject to shareholder and regulatory approvals and closed on August 1, 2018. The Fund earned a 4.98% annualized return.

Cotiviti Holdings, Inc. (COTV) is an Atlanta, Georgia based payments and spend management company focused on serving the healthcare sector. On June 19, 2018 COTV agreed to be acquired by Verscend Technologies, Inc. for \$44.75 per share in cash representing a total enterprise value of \$4.9 billion. The deal was subject to regulatory and shareholder approvals and closed on August 27, 2018. The Fund earned a 5.18% annualized return.

Foundation Medicine, Inc. (FMI) is a Cambridge, Massachusetts based molecular information and genomic profiling company. On June 19, 2018 FMI agreed to be acquired by Roche Holding AG for \$137 per share in cash representing a \$2.4 billion value. The deal was subject to regulatory approvals, required a majority of FMI shares excluding those already held by Roche to be tendered and closed on July 31, 2018. The Fund earned a 3.08% annualized return.

Jamba, Inc. (JMBA) is a Frisco, Texas based restaurant chain that sells healthful products including juices, smoothies, and bowls through its roughly 800 owned and franchised Jamba Juice Stores. On August 2, 2018, JMBA agreed to be acquired by Focus Brands Inc. for \$13 per share in cash representing a transaction value of \$200 million. The deal was subject to regulatory approvals, required a majority of JMBA shareholders to tender their shares, and closed on September 13, 2018. The Fund earned a 4.80% annualized return.

Juniper Pharmaceuticals, Inc. (JNP) is a Boston, Massachusetts based healthcare company focused on women's health. On July 3, 2018 JNP agreed to be acquired by Catalent, Inc. for \$11.50 per share in cash representing a total equity value of \$139.6 million. The deal was subject to regulatory approvals, required a majority of JNP shareholders to tender their shares and closed on August 14, 2018. The Fund earned a 3.44% annualized return.

XL Group, Ltd. (XL) is a Hamilton, Bermuda based insurance and reinsurance company. On March 5, 2018, XL agreed to be acquired by The AXA Group for \$57.60 per share in cash representing a total consideration of \$15.3 billion to expand AXA's U.S. presence. The deal was subject to shareholder and regulatory approvals and closed on September 12, 2018. The Fund earned an 11.05% annualized return.

Deals in the Pipeline

CA, Inc. (3.2% of net assets as of September 30, 2018) (CA – \$44.15 – NASDAQ) is a New York, New York based software company. On July 11, 2018 CA agreed to be acquired by Broadcom Inc. for \$44.50 per share in cash representing an \$18.4 billion total enterprise value. The deal is subject to shareholder and regulatory approvals and is expected to close in the fourth quarter of 2018.

Dun & Bradstreet, Inc. (1.6%) (DNB – \$142.51 – NYSE) is a Short Hills, New Jersey based data analytics company. On August 8, 2018 DNB agreed to be acquired by a consortium led by CC Capital, Thomas H. Lee Partners and Cannae Holdings for \$145 per share in cash representing a \$6.9 billion total enterprise value. The deal is subject to shareholder and regulatory approvals and is expected to close in the first quarter of 2019.

K2M Group Holdings Inc. (0.4%) (KTWO – \$27.37 – NASDAQ) is a Leesburg, Virginia based medical device company primarily focused on spinal treatments. On August 30, 2018 KTWO agreed to be acquired by Stryker Corporation for \$27.50 per share in cash representing a \$1.4 billion equity value. The deal is subject to shareholder and regulatory approvals and is expected to close late in the fourth quarter of 2018.

KLX, Inc. (0.7%) (KLXI – \$62.78 – NASDAQ) is a Wellington, Florida based aerospace and defense servicer and parts distributor. On May 1, 2018 KLXI agreed to be acquired by Boeing for \$63 per share in cash representing a \$4.25 billion total enterprise value. KLXI also distributed shares of KLX Energy Services (0.1%) prior to the deal's closure. The merger is subject to shareholder and regulatory approvals and is expected to close in October 2018.

Pinnacle Foods Inc. (0.3%) (PF – \$64.81 – NYSE) is a Parsippany, New Jersey based packaged foods company. On June 27, 2018 PF agreed to be acquired by Conagra Brands, Inc. (CAG) for \$43.11 per share in cash plus 0.6494 CAG stock representing a \$10.9 billion transaction value. The deal is subject to shareholder and regulatory approvals and is expected to close at the end of 2018.

Shire PLC (0.1%) (SHPG – \$181.27 – NASDAQ) is a Dublin, Ireland based biotech company focused on hematology, immunology, and oncology. On May 8, 2018 SHPG agreed to be acquired by Takeda Pharmaceutical Company Limited for \$30.33 per share in cash plus 0.839 new Takeda shares per ordinary share representing a £46 billion valuation. The deal is subject to shareholder and regulatory approvals and is expected to close in first half of 2019.

Sky PLC (1.5%) (SKY – \$22.54/£17.29 – NYSE/London Stock Exchange) is a London, U.K. based media company that primarily operates sports, news, and entertainment assets across Europe. On December 9, 2016 Twenty-First Century Fox made an offer of £10.75 per share in cash to acquire the remaining interest of Sky PLC it did not already own. On April 25, 2018 Comcast made a competing bid to acquire Sky for £12.50 per share in cash. In response, on July 11, 2018, Twenty-First Century Fox increased its offer to £14.00 per share in cash. Comcast countered the most recent Fox offer on July 11, 2018, increasing its bid to buy Sky to £14.75 per share in cash. On September 22, 2018, Sky held a formal three round auction in which Comcast outbid Twenty-First Century Fox offering £17.28 per share in cash. Comcast's winning offer values Sky at £29.7 billion. The deal requires a majority of Sky shareholders to tender their shares and is expected to close in October 2018.

SodaStream International Ltd. (1.9%) (SODA – \$143.08 – NASDAQ) is an Airport City, Israel based home beverage company. On August 20, 2018 SODA agreed to be acquired by PepsiCo, Inc. for \$144 per share in cash representing a \$3.2 billion transaction value. The deal is subject to shareholder and regulatory approvals and is expected to close by January 2019.

Syntel, Inc. (0.9%) (SYNT – \$10.98 – NASDAQ) is a Troy, Michigan based information technology company providing infrastructure management services and software applications to many different industries including financial services, life sciences, retail and healthcare. On July 22, 2018, SYNT agreed to be acquired by Atos S.E. for \$41 per share in cash representing a total enterprise value of \$3.57 billion. The deal is subject to shareholder and regulatory approvals and is expected to close during the second half of 2018.

The Navigators Group, Inc. (0.1%) (NAVG – \$69.10 – NASDAQ) is a Stamford, Connecticut based property and casualty insurer. On August 22, 2018 NAVG agreed to be acquired by The Hartford for \$70 per share in cash representing a \$2.1 billion transaction value. The deal is subject to shareholder and regulatory approvals and is expected to close in the first half of 2019.

USG Corp. (1.6%) (USG – \$43.31 – NYSE) is a Chicago, Illinois based construction manufacturer. On June 11, 2018 USG agreed to be acquired by Gebr. Knauf KG for \$44 per share in cash representing a \$7.0 billion transaction value. The \$44 per share price is comprised of \$43.50 cash and a \$0.50 dividend. The deal is subject to shareholder and regulatory approvals and is expected to close in early 2019.

Xerium Technologies, Inc. (0.2%) (XRM – \$13.46 – NYSE) is a Youngsville, North Carolina based industrials company providing machine clothing and roll covers to its customers. On June 24, 2018 XRM agreed to be acquired by Andritz AG for \$13.50 per share in cash. The deal is subject to shareholder and regulatory approvals and is expected to close during the second half of 2018.

October 26, 2018

Top Ten Holdings (Percent of Net Assets)
September 30, 2018

Lennar Corp.	3.5%	Dun & Bradstreet Corp.	1.6%
CA Inc.	3.2%	USG Corp.	1.6%
SodaStream International Ltd.	1.9%	Sky Plc	1.5%
Gramercy Property Trust	1.8%	Kapstone Paper and Packaging	1.1%
Parmalat S.p.A.	1.7%	Twenty-First Century Fox	1.1%

Note: The views expressed in this Shareholder Commentary reflect those of the Portfolio Manager only through the end of the period stated in this Shareholder Commentary. The Portfolio Manager's views are subject to change at any time based on market and other conditions. The information in this Portfolio Manager's Shareholder Commentary represents the opinions of the Portfolio Manager 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 Manager 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.

Merger Arbitrage Risk. The principal risk associated with the Fund's investment strategy is that certain of the proposed reorganizations in which the Fund invests may involve a longer time frame than originally contemplated or be renegotiated or terminated, in which case losses may be realized. The Fund invests all or a portion of its assets to seek short term capital appreciation. This can be expected to increase the portfolio turnover rate and cause increased brokerage commission costs.

FOR THE BENEFICIAL OWNERS

The Gabelli ABC Fund remains open to new investors with the following characteristics:

Direct Ownership – Class AAA (GABCX)

- Purchases may be made through G.distributors, LLC or directly through the Fund's Transfer Agent or through brokers that have entered into selling agreements specifically with respect to Class AAA Shares; and
- The minimum *initial* investment is \$10,000; and
- The Fund may involuntarily redeem shares through brokers or financial consultants in omnibus and individual accounts where the beneficial owner is not disclosed.

Ownership Through Intermediaries – Advisor Class (GADVX)

- The Advisor Share Class is available through brokers or financial intermediaries that have entered into selling agreements with G.distributors, LLC, specifically with respect to this share class; and
- The minimum *initial* investment is \$10,000.

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 Prospectuses via e-delivery. For more information or to sign up for e-delivery, please visit our website at www.gabelli.com.

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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.

We have separated the portfolio manager's 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 manager's commentary is unrestricted. Both the commentary and the financial statements, including the portfolio of investments, are available on our website at www.gabelli.com.

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.

Ryan N. Kahn, CFA, is an analyst dedicated to the Gabelli merger arbitrage portfolios, specific to our U.S. open and closed end funds. He joined the team in 2013 after working as a generalist in the research department. Mr. Kahn earned a Bachelor of Science in Business Management from Babson College.

Gian Maria Magrini, CFA, is an analyst dedicated to the Gabelli merger arbitrage portfolios specific to our U.S. open and closed end funds. He joined the team in 2013 after serving various roles in the firm's operations and research departments. Mr. Magrini earned a Bachelor of Science in Finance from Fordham University.

Regina M. Pitaro is a Managing Director and Head of Institutional Marketing at GAMCO Investors, Inc. Ms. Pitaro joined the firm in 1984 and coordinates the organization's focus with consultants and plan sponsors. She also serves as a Managing Director and Director of GAMCO Asset Management, Inc. Ms. Pitaro holds an MBA in Finance from the Columbia University Graduate School of Business, a Master's degree in Anthropology from Loyola University of Chicago, and a bachelor's degree from Fordham University.

Geoffrey P. Astle is involved in the analytics and foreign and domestic trading for the Gabelli merger arbitrage portfolios, specific to our U.S. open and closed end funds. He has been associated in this capacity since 2007. Mr. Astle earned a Bachelor of Science in both Finance and Marketing from Fairfield University.

THE GABELLI ABC FUND

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

BOARD OF DIRECTORS

Mario J. Gabelli, CFA
Chairman and
Chief Executive Officer,
GAMCO Investors, Inc.
Executive Chairman,
Associated Capital Group Inc.

Anthony J. Colavita
President,
Anthony J. Colavita, P.C.

Vincent D. Enright
Former Senior Vice President
and Chief Financial Officer,
KeySpan Corp.

Mary E. Hauck
Former Senior Portfolio
Manager,
Gabelli-O'Connor Fixed Income
Mutual Fund Management Co.

Kuni Nakamura
President,
Advanced Polymer, Inc.

Werner J. Roeder
Former Medical Director,
Lawrence Hospital

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John C. Ball
Treasurer

Agnes Mullady
Vice President

Andrea R. Mango
Secretary

Richard J. Walz
Chief Compliance Officer

DISTRIBUTOR

G.distributors, LLC

CUSTODIAN

State Street Bank and Trust Company

TRANSFER AGENT AND DIVIDEND DISBURSING AGENT

DST Asset Manager Solutions, Inc.

LEGAL COUNSEL

Skadden, Arps, Slate, Meagher &
Flom LLP

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



GABELLI
FUNDS

THE GABELLI ABC FUND

Shareholder Commentary
September 30, 2018

The Gabelli ABC Fund

Third Quarter Report September 30, 2018

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Chief Investment Officer



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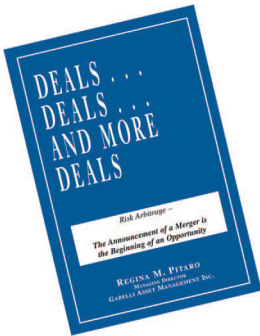
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Enclosed is the schedule of investments as of September 30, 2018.

Comparative Results

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AAA Shares (GABCX)	0.96%	1.97%	2.25%	3.11%	3.81%	5.54%
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The Gabelli ABC Fund

Schedule of Investments — September 30, 2018 (Unaudited)

Shares		Market Value	Shares		Market Value
	COMMON STOCKS — 40.8%				
	Aerospace — 0.1%		145,000	SodaStream International Ltd.†	\$ 20,746,600
10,000	Rockwell Collins Inc.	\$ 1,404,700			<u>21,930,462</u>
	Automotive: Parts and Accessories — 0.4%		160,000	Diversified Industrial — 0.3%	
413,000	Federal-Mogul Holdings Corp.†(a)	4,130,000	30,000	Haldex AB	1,569,863
	Aviation: Parts and Services — 0.7%		38,000	Katy Industries Inc.†	95
130,000	KLX Inc.†	8,161,400	10,400	Myers Industries Inc.	883,500
	Broadcasting — 0.5%		24,000	SLM Solutions Group AG†	252,366
8,000	Cogeco Inc.	360,841		Wartsila OYJ Abp	467,856
10,000	MSG Networks Inc., Cl. A†	258,000			<u>3,173,680</u>
122,421	Tribune Media Co., Cl. A	4,704,639	290,000	Electronics — 1.0%	
		<u>5,323,480</u>		Axis Communications AB	11,257,511
	Building and Construction — 5.3%			Energy and Utilities — 3.5%	
34,000	Johnson Controls International plc	1,190,000	64,800	Alerion Cleanpower SpA	223,451
1,030,000	Lennar Corp., Cl. B	39,655,000	50,000	Alvopetro Energy Ltd., Toronto†	18,194
40,000	Norbord Inc., Toronto	1,325,436	37,000	Anadarko Petroleum Corp.	2,494,170
400,000	USG Corp.†	17,324,000	8,000	Andeavor	1,228,000
		<u>59,494,436</u>	12,500	Apache Corp.	595,875
	Business Services — 0.5%		13,500	Avangrid Inc.	647,055
90,000	Diebold Nixdorf Inc.	405,000	30,000	Connecticut Water Service Inc.	2,081,100
30,000	exactEarth Ltd.†	7,200	20,000	Endesa SA	432,142
38,721	Reis Inc.	890,583	100,000	Energen Corp.†	8,617,000
140,835	XO Group Inc.†	4,855,991	100,000	Energy Transfer Partners LP	2,226,000
		<u>6,158,774</u>	162,000	Every Inc.	8,897,040
	Cable and Satellite — 2.2%		200,000	Gulf Coast Ultra Deep Royalty Trust	11,000
1,500	AMC Networks Inc., Cl. A†	99,510	3,000	Hess Corp.	214,740
8,000	Charter Communications Inc., Cl. A†	2,607,040	32,000	KLX Energy Services Holdings Inc.†	1,024,320
55,000	Liberty Global plc, Cl. A†	1,591,150	61,000	National Fuel Gas Co.	3,419,660
105,000	Liberty Global plc, Cl. C†	2,956,800	76,000	Noble Energy Inc.	2,370,440
8,020	Liberty Latin America Ltd., Cl. A†	167,137	125,000	Severn Trent plc	3,012,500
20,500	Liberty Latin America Ltd., Cl. C†	422,915	800,000	Texas Competitive Electric Holdings Co. LLC, Escrow†(a)	0
750,000	Sky plc	16,901,932	2,474	Vectren Corp.	176,866
		<u>24,746,484</u>	425,000	Weatherford International plc†	1,151,750
	Computer Software and Services — 4.4%		9,000	Whiting Petroleum Corp.†	477,360
38,000	Business & Decision†	345,017			<u>39,318,663</u>
800,000	CA Inc.	35,320,000		Entertainment — 1.2%	
122,000	Digi International Inc.†	1,640,900	19,000	Liberty Media Corp.- Liberty Braves, Cl. A†	518,320
18,000	Donnelley Financial Solutions, Inc.†	322,560	9,000	Liberty Media Corp.- Liberty Braves, Cl. C†	245,250
52,000	iGO Inc.†	111,280	1,300	The Madison Square Garden Co, Cl. A†	409,916
2,500	InterXion Holding NV†	168,250	110,000	Twenty-First Century Fox Inc., Cl. A	5,096,300
6,300	Rockwell Automation Inc.	1,181,376	150,000	Twenty-First Century Fox Inc., Cl. B	6,873,000
250,092	Syntel Inc.†	10,248,770			<u>13,142,786</u>
		<u>49,338,153</u>		Financial Services — 3.4%	
	Consumer Products — 1.9%		7,000	Alimco Financial Corp.†	71,750
100	Accell Group NV	1,944	50,000	AllianceBernstein Holding LP	1,522,500
75,000	Avon Products Inc.†	165,000	77,000	AmTrust Financial Services Inc.	1,118,040
14,000	Bang & Olufsen A/S†	323,468	1,000	Aspen Insurance Holdings Ltd.	41,800
15,000	Edgewell Personal Care Co.†	693,450			

See accompanying notes to schedule of investments.

The Gabelli ABC Fund

Schedule of Investments (Continued) — September 30, 2018 (Unaudited)

Shares		Market Value	Shares		Market Value
	COMMON STOCKS (Continued)				
	Financial Services (Continued)		4,500	Perrigo Co. plc.....	\$ 318,600
			8,000	Shire plc, ADR.....	1,450,160
					<u>38,433,496</u>
34,000	AXA Equitable Holdings Inc.....	\$ 729,300			
197,208	CoBiz Financial Inc.....	4,366,185			
20,000	First Connecticut Bancorp Inc.....	591,000			
6,000	Forestar Group Inc.†.....	127,200	70,000	Hotels and Gaming — 0.6%	
1,218	Horizon Bancorp Inc.....	24,056	10,000	Belmond Ltd., Cl. A†.....	1,277,500
6,000	Jardine Lloyd Thompson Group plc.....	148,276	30,000	Eldorado Resorts Inc.†.....	486,000
36,000	Kinnevik AB, Cl. A.....	1,107,861	30,000	LaSalle Hotel Properties, REIT.....	1,037,700
60,000	KKR & Co. Inc., Cl. A.....	1,636,200	95,000	Sonic Corp.....	4,117,300
1,000	Mastercard Inc., Cl. A.....	222,610			<u>6,918,500</u>
99,000	MoneyGram International Inc.†.....	529,650			
32,000	Navient Corp.....	431,360	52,000	Industrials — 0.1%	
10,000	Oritani Financial Corp.....	155,500		Arcenic Inc.....	1,144,520
100	Patriot National Inc.†.....	2	28,000		
270,000	Sterling Bancorp.....	5,940,000	140,000	Machinery — 0.5%	
126,000	The Dun & Bradstreet Corp.....	17,956,260	45,000	Astec Industries Inc.....	1,411,480
11,200	The Navigators Group Inc.....	773,920	140,205	CNH Industrial NV.....	1,681,400
2,200	Topdanmark A/S.....	100,497		CNH Industrial NV, Borsa Italiana.....	540,759
18,000	Waddell & Reed Financial Inc., Cl. A.....	381,240		Xerium Technologies Inc.†.....	1,887,159
190,000	Wright Investors' Service Holdings Inc.†.....	76,000			<u>5,520,798</u>
		<u>38,051,207</u>			
	Food and Beverage — 2.8%				
594	Huegli Holding AG†.....	514,469	18,000	Metals and Mining — 0.5%	
70,000	Keurig Dr Pepper Inc.....	1,621,900	42,000	Alamos Gold Inc., Cl. A.....	82,980
5,830,000	Parmalat SpA.....	19,223,723	7,000	Ampco-Pittsburgh Corp.†.....	247,800
3,500	Pernod Ricard SA.....	574,197	170,000	Detour Gold Corp.†.....	56,579
60,000	Pinnacle Foods Inc.....	3,888,600	35,000	Freeport-McMoRan Inc.....	2,366,400
3,600,000	Premier Foods plc†.....	1,987,174	12,000	Newmont Mining Corp.....	1,057,000
24,000	Remy Cointreau SA.....	3,126,473	4,800	Pan American Silver Corp.....	176,890
2,200	The Hershey Co.....	224,400	10,000	Randgold Resources Ltd., ADR.....	338,640
		<u>31,160,936</u>		Vulcan Materials Co.....	1,112,000
					<u>5,438,289</u>
	Health Care — 3.4%		360,000	Paper and Forest Products — 1.3%	
37,000	Akorn Inc.†.....	480,260	131,497	KapStone Paper and Packaging Corp.....	12,207,600
25,000	Allergan plc.....	4,762,000		Papeles y Cartones de Europa SA.....	2,552,717
68,000	AstraZeneca plc, ADR.....	2,690,760			<u>14,760,317</u>
500	Bio-Rad Laboratories Inc., Cl. A†.....	156,495			
12,000	Endo International plc†.....	201,960	5,000	Publishing — 0.2%	
30,000	Envision Healthcare Corp.†.....	1,371,900	14,000	Meredith Corp.....	255,250
600	ICU Medical Inc.†.....	169,650	150,000	Telegraaf Media Groep NV†(a).....	97,528
158,000	Idorsia Ltd.†.....	3,979,784		The E.W. Scripps Co., Cl. A.....	2,475,000
400	Illumina Inc.†.....	146,824			<u>2,827,778</u>
5,000	Incyte Corp.†.....	345,400			
200,000	Invuity Inc.†.....	1,480,000	500	Real Estate — 1.9%	
175,000	K2M Group Holdings Inc.†.....	4,789,750	720,000	American Tower Corp., REIT.....	72,650
75,000	Kindred Healthcare Inc.†(a).....	675,000	1,000	Gramercy Property Trust, REIT.....	19,756,800
135,000	LifePoint Health Inc.†.....	8,694,000	38,500	Technopolis OYJ.....	5,416
93,141	Mazor Robotics Ltd., ADR†.....	5,431,983		Vastned Retail Belgium NV, REIT.....	2,114,329
37,000	McKesson Europe AG.....	1,125,521			<u>21,949,195</u>
4,000	Mylan NV†.....	146,400	4,000	Retail — 0.0%	
433,000	Myrex Inc.†.....	17,049	101,770	SUPERVALU Inc.†.....	128,880
				The Bon-Ton Stores Inc.†.....	5,597
					<u>134,477</u>

See accompanying notes to schedule of investments.

The Gabelli ABC Fund

Schedule of Investments (Continued) — September 30, 2018 (Unaudited)

Shares		Market Value	Shares		Market Value
	COMMON STOCKS (Continued)				
	Semiconductors — 0.7%		825,000	Teva Pharmaceutical Industries Ltd., CCCP, expire 02/20/23†(a)	\$ 0
100,000	AIXTRON SE†	\$ 1,012,435	12,000	Tobira Therapeutics Inc., CVR†(a)	720
76,000	NXP Semiconductors NV	6,498,000			<u>760,047</u>
		<u>7,510,435</u>			
	Specialty Chemicals — 0.4%		1,041,500	Hotels and Gaming — 0.0%	
36,000	KMG Chemicals Inc.	2,720,160		Ladbrokes plc, CVR†	17,647
6,000	Linde AG	1,240,349			
50,000	SGL Carbon SE†	547,144	96,986	Specialty Chemicals — 0.0%	
11,000	Valvoline Inc.	236,610		A. Schulman Inc., CVR†(a)	193,972
		<u>4,744,263</u>		TOTAL RIGHTS	<u>971,666</u>
	Telecommunications — 2.2%				
290,000	Asia Satellite Telecommunications Holdings Ltd.	226,714			
240,000	AT&T Inc.	8,059,200			
260,000	CenturyLink Inc.	5,512,000			
4,000	Harris Corp.	676,840			
130,000	Koninklijke KPN NV	342,927			
165,000	Mitel Networks Corp.†	1,818,300			
100,000	Pharol SGPS SA†	20,551			
650,000	Sprint Corp.†	4,251,000			
83,000	Telenet Group Holding NV†	4,569,727			
		<u>25,477,259</u>			
	Transportation — 0.1%				
2,000	XPO Logistics Europe SA	743,071			
	Wireless Communications — 0.7%				
10,000	Blackberry Ltd.†	113,800			
126,000	Millicom International Cellular SA, SDR	7,237,550			
7,500	T-Mobile US Inc.†	526,350			
13,000	United States Cellular Corp.†	582,140			
		<u>8,459,840</u>			
	TOTAL COMMON STOCKS	<u>460,854,910</u>			
	CLOSED-END FUNDS — 0.0%				
1,400	Altaba Inc.†	95,368			
	RIGHTS — 0.1%				
	Entertainment — 0.0%				
201,000	Media General Inc., CVR†(a)	0			
	Health Care — 0.1%				
110,600	Adolor Corp., CPR, expire 07/01/19†(a)	0	33,525	BOK Financial Corp.	3,261,312
187,969	Ambit Biosciences Corp., CVR†(a)	112,781	34,500	People's United Financial Inc.	590,640
135,000	American Medical Alert Corp., CPR†(a)	1,350			<u>3,851,952</u>
5,000	Community Health Systems Inc., CVR†	30			
640,000	Innocoll, CVR†(a)	384,000	38,964	Food and Beverage — (0.1)%	
95,400	Ocera Therapeutics, CVR†(a)	37,206		Conagra Brands Inc.	1,323,607
100	Omthera Pharmaceuticals Inc., CVR†(a)	0	7,814	Hotels and Gaming — (0.0)%	
400,000	Sanofi, CVR†	223,960		Pebblebrook Hotel Trust, REIT	284,195
739,500	Synergetics USA Inc., CVR†(a)	0			

See accompanying notes to schedule of investments.

The Gabelli ABC Fund

Schedule of Investments (Continued) — September 30, 2018 (Unaudited)

Shares		Market Value	
	SECURITIES SOLD SHORT (Continued)		
	Metals and Mining — (0.0)%		
29,335	Barrick Gold Corp.....	\$ 325,032	(a) Security is valued using significant unobservable inputs and is classified as Level 3 in the fair value hierarchy.
	Semiconductors — (0.0)%		(b) Payment-in-kind (PIK) security. 5.00% PIK interest income will be paid as additional securities at the discretion of the issuer.
4,000	Cabot Microelectronics Corp.....	412,680	(c) At September 30, 2018, \$130,325,000 of the principal amount was reserved and/or pledged with the custodian for securities sold short, equity contract for difference swap agreements, and forward foreign exchange contracts.
	TOTAL SECURITIES SOLD SHORT(d)		(d) At September 30, 2018, these proceeds were being held at Pershing LLC.
	(Proceeds received \$53,839,349)	<u>\$ 51,472,064</u>	† Non-income producing security.
			†† Represents annualized yields at dates of purchase.
			ADR American Depositary Receipt
			CCCP Contingent Cash Consideration Payment
			CPR Contingent Payment Right
			CVR Contingent Value Right
			REIT Real Estate Investment Trust
			SDR Swedish Depositary Receipt

As of September 30, 2018, forward foreign exchange contracts outstanding were as follows:

Currency Purchased	Currency Sold	Counterparty	Settlement Date	Unrealized Appreciation
USD 39,253,674	EUR 33,300,000	State Street Bank and Trust Co.	10/26/18	\$503,396
USD 20,587,726	GBP 15,600,000	State Street Bank and Trust Co.	10/26/18	228,569
TOTAL FORWARD FOREIGN EXCHANGE CONTRACTS				<u>\$731,965</u>

As of September 30, 2018, equity contract for difference swap agreements outstanding were as follows:

Market Value Appreciation Received	One Month LIBOR Plus 90 bps plus Market Value Depreciation Paid	Counterparty	Payment Frequency	Termination Date	Notional Amount	Value	Upfront Payments/ Receipts	Unrealized Depreciation
Premier Foods plc	Premier Foods plc	The Goldman Sachs Group, Inc.	1 month	04/02/2019	\$949,737	\$(16,869)	—	\$(16,869)
TOTAL EQUITY CONTRACT FOR DIFFERENCE SWAP AGREEMENT								<u>\$(16,869)</u>

See accompanying notes to schedule of investments.

The Gabelli ABC Fund

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 ABC Fund

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 and other financial instruments by inputs used to value the Fund's investments as of September 30, 2018 is as follows:

	Valuation Inputs			Total Market Value at 9/30/18
	Level 1 Quoted Prices	Level 2 Other Significant Observable Inputs	Level 3 Significant Unobservable Inputs	
INVESTMENTS IN SECURITIES:				
ASSETS (Market Value):				
Common Stocks:				
Automotive: Parts and Accessories	—	—	\$4,130,000	\$ 4,130,000
Business Services	\$ 6,151,574	\$ 7,200	—	6,158,774
Computer Software and Services	49,226,873	111,280	—	49,338,153
Diversified Industrial	3,173,585	95	—	3,173,680
Energy and Utilities	39,318,663	—	0	39,318,663
Financial Services	38,051,205	2	—	38,051,207
Food and Beverage	30,646,467	514,469	—	31,160,936
Health Care	37,758,496	—	675,000	38,433,496
Publishing	2,730,250	—	97,528	2,827,778
Other Industries (a)	248,262,223	—	—	248,262,223
Total Common Stocks	455,319,336	633,046	4,902,528	460,854,910
Closed-End Funds	95,368	—	—	95,368
Rights (a)	223,990	17,647	730,029	971,666
Corporate Bonds (a)	—	—	27,950	27,950
U.S. Government Obligations	—	667,372,366	—	667,372,366
TOTAL INVESTMENTS IN SECURITIES – ASSETS	\$455,638,694	\$668,023,059	\$5,660,507	\$1,129,322,260
LIABILITIES (Market Value):				
Common Stocks Sold Short (a)	\$ (51,472,064)	—	—	\$ (51,472,064)
TOTAL INVESTMENTS IN SECURITIES – LIABILITIES	\$ (51,472,064)	—	—	\$ (51,472,064)
OTHER FINANCIAL INSTRUMENTS:*				
ASSETS (Unrealized Appreciation):				
FORWARD CURRENCY EXCHANGE CONTRACTS				
Forward Foreign Exchange Contracts	—	\$ 731,965	—	\$ 731,965
LIABILITIES (Unrealized Depreciation):				
EQUITY CONTRACTS				
Contract for Difference Swap Agreements	—	(16,869)	—	(16,869)
TOTAL OTHER FINANCIAL INSTRUMENTS:	—	\$ 715,096	—	\$ 715,096

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

* Other financial instruments are derivatives reflected in the SOI, such as options, futures, forwards, and swaps, which may be valued at the unrealized appreciation/depreciation of the instrument.

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

The Gabelli ABC Fund

Notes to Schedule of Investments (Unaudited) (Continued)

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.

Derivative Financial Instruments. The Fund may engage in various portfolio investment strategies by investing in derivative financial instruments for the purposes of increasing the income of the Fund, hedging against changes in the value of its portfolio securities and in the value of securities it intends to purchase, or hedging against a specific transaction with respect to either the currency in which the transaction is denominated or another currency. Investing in certain derivative financial instruments, including participation in the options, futures, or swap markets, entails certain execution, liquidity, hedging, tax, and securities, interest, credit, or currency market risks. Losses may arise if the Adviser's prediction of movements in the direction of the securities, foreign currency, and interest rate markets is inaccurate. Losses may also arise if the counterparty does not perform its duties under a contract, or that, in the event of default, the Fund may be delayed in or prevented from obtaining payments or other contractual remedies owed to it under derivative contracts. The creditworthiness of the counterparties is closely monitored in order to minimize these risks. Participation in derivative transactions involves investment risks, transaction costs, and potential losses to which the Fund would not be subject absent the use of these strategies. The consequences of these risks, transaction costs, and losses may have a negative impact on the Fund's ability to pay distributions.

The Fund's derivative contracts held at September 30, 2018, if any, are not accounted for as hedging instruments under GAAP and are disclosed in the Schedule of Investments together with the related counterparty.

Swap Agreements. The Fund may enter into equity contract for difference swap transactions for the purpose of increasing the income of the Fund. The use of swaps is a highly specialized activity that involves investment techniques and risks different from those associated with ordinary portfolio security transactions. In an equity contract for difference swap, a set of future cash flows is exchanged between two counterparties. One of these cash flow streams will typically be based on a reference interest rate combined with the performance of a notional value of shares of a stock. The other will be based on the performance of the shares of a stock. Depending on the general state of short term interest rates and the returns on the Fund's portfolio securities at the time an equity contract for difference swap transaction reaches its scheduled termination date, there is a risk that the Fund will not be able to obtain a replacement transaction or that the terms of the replacement

The Gabelli ABC Fund

Notes to Schedule of Investments (Unaudited) (Continued)

will not be as favorable as on the expiring transaction. Equity contract for difference swap agreements at September 30, 2018 are presented within the Schedule of Investments.

Forward Foreign Exchange Contracts. The Fund may engage in forward foreign exchange contracts for the purpose of hedging a specific transaction with respect to either the currency in which the transaction is denominated or another currency as deemed appropriate by the Adviser. Forward foreign exchange contracts are valued at the forward rate and are marked-to-market daily. The change in market value is included in unrealized appreciation/depreciation on investments and foreign currency translations. When the contract is closed, the Fund records a realized gain or loss equal to the difference between the value of the contract at the time it was opened and the value at the time it was closed.

The use of forward foreign exchange contracts does not eliminate fluctuations in the underlying prices of the Fund's portfolio securities, but it does establish a rate of exchange that can be achieved in the future. Although forward foreign exchange contracts limit the risk of loss due to a decline in the value of the hedged currency, they also limit any potential gain that might result should the value of the currency increase. Forward foreign exchange contracts at September 30, 2018 are presented within the Schedule of Investments.

The following table summarizes the net unrealized appreciation/(depreciation) of derivatives held at September 30, 2018 by primary risk exposure:

Asset Derivatives:	Net Unrealized Appreciation/ (Depreciation)
Forward Foreign Exchange Contracts	\$731,965
Liability Derivatives:	
Equity Contract for Difference Swap Agreements	\$(16,869)

Securities Sold Short. The Fund may enter into short sale transactions. Short selling involves selling securities that may or may not be owned and, at times, borrowing the same securities for delivery to the purchaser, with an obligation to replace such borrowed securities at a later date. The proceeds received from short sales are recorded as liabilities and the Fund records an unrealized gain or loss to the extent of the difference between the proceeds received and the value of an open short position on the day of determination. The Fund records a realized gain or loss when the short position is closed out. By entering into a short sale, the Fund bears the market risk of an unfavorable change in the price of the security sold short. Dividends on short sales are recorded as an expense by the Fund on the ex-dividend date and interest expense is recorded on the accrual basis. The broker retains collateral for the value of the open positions, which is adjusted periodically as the value of the position fluctuates. Securities sold short and details of collateral at September 30, 2018 are reflected within the Schedule of Investments.

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

The Gabelli ABC Fund

Notes to Schedule of Investments (Unaudited) (Continued)

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 15% 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 September 30, 2018 the Fund did not hold restricted securities.

Investments in other Investment Companies. The Fund may invest, from time to time, in shares of other investment companies (or entities that would be considered investment companies but are excluded from the definition pursuant to certain exceptions under the 1940 Act) (the Acquired Funds) in accordance with the 1940 Act and related rules. Shareholders in the Fund would bear the pro rata portion of the periodic expenses of the Acquired Funds in addition to the Fund's expenses. For the quarter ended September 30, 2018, the Fund's pro rata portion of the periodic expenses charged by the Acquired Funds was less than one basis point.

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 ABC FUND
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.

Ryan N. Kahn, CFA, is an analyst dedicated to the Gabelli merger arbitrage portfolios, specifically to our U.S. open and closed-end funds. He joined the team in 2013 after working as a generalist in the research department. Mr. Kahn earned a Bachelor of Science in Business Management from Babson College.

Regina M. Pitaro is a Managing Director and Head of Institutional Marketing at GAMCO Investors, Inc. Ms. Pitaro joined the firm in 1984 and coordinates the organization's focus with consultants and plan sponsors. She also serves as a Managing Director and Director of GAMCO Asset Management, Inc., and serves as a portfolio manager for Gabelli Funds, LLC. Ms. Pitaro holds an MBA in Finance from the Columbia University Graduate School of Business, a Master's degree in Anthropology from Loyola University of Chicago, and a Bachelor's degree from Fordham University.

Gian Maria Magrini, CFA, is an analyst dedicated to the Gabelli merger arbitrage portfolios, specifically to our U.S. open and closed-end funds. He joined the team in 2013 after serving various roles in the operations and research departments. Mr. Magrini earned a Bachelor of Science in Finance from Fordham University.

Geoffrey P. Astle is involved in the analytics and foreign and domestic trading for the Gabelli merger arbitrage portfolios, specifically to our U.S. open and closed end funds. He has been associated in this capacity since 2007. Mr. Astle earned a Bachelor of Science in both Finance and Marketing from Fairfield University.

We have separated the portfolio manager's 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 manager's 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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LEGAL COUNSEL

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Flom LLP

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

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*Third Quarter Report
September 30, 2018*

