

The Gabelli Value 25 Fund Inc.

Shareholder Commentary March 31, 2017

(Y)our Portfolio Management Team



Mario J. Gabelli, CFA
Chief Investment Officer



Christopher J. Marangi
Co-Chief Investment Officer

To Our Shareholders,

For the quarter ended March 31, 2017, the net asset value (“NAV”) per Class A Share of The Gabelli Value 25 Fund increased 7.7% compared with increases of 6.1% and 5.0% for the Standard & Poor’s (“S&P”) 500 Index and the Dow Jones Industrial Average, respectively. See page 2 for additional performance information.

First Quarter Commentary

The post-election rally of 2016 continued into the first quarter of 2017, with the U.S. equity market setting all-time highs. Rising expectations for lower taxes, regulatory reform, and increased fiscal spending have generated optimism for both businesses and consumers, and translated into higher stock prices. Robust hiring, falling unemployment, and firming wage growth opened the door for the Federal Reserve to raise short-term interest rates for the third time since the financial crisis, increasing the federal funds target range to $\frac{3}{4}$ to 1 percent in a widely anticipated move.

Warning bells rang, however, following the failure of the Republican-controlled Congress to repeal and replace the Affordable Care Act, a key promise of the Trump administration. After a long and extended run, markets finally took a pause to evaluate the new administration’s ability to delivery on policy and to question the unity of a Republican party and consider the possibility of more Washington “gridlock”. Failing to dismantle Obamacare caused markets to reassess the probability of a business friendly agenda, especially tax reform and a large infrastructure bill, over the next four years. At the same time, the rate increase serves as a reminder that rising rates often have a negative implication for stock price multiples. Earnings may or always rise fast enough in order to compensate for this effect, but rising earnings are predicated on President Trump enacting at least some of his agenda – which is why political news continues to take center stage.

Comparative Results

Average Annual Returns through March 31, 2017 (a)

	<u>Quarter</u>	<u>1 Year</u>	<u>5 Year</u>	<u>10 Year</u>	<u>15 Year</u>	<u>Since Inception (9/29/89)</u>
Class A (GABVX)	7.71%	17.10%	9.58%	5.86%	6.77%	10.35%
With sales charge (b)	1.51	10.37	8.29	5.23	6.35	10.12
S&P 500 Index	6.07	17.17	13.30	7.51	7.09	9.52
Dow Jones Industrial Average	5.20	19.81	12.09	8.05	7.32	10.38
Nasdaq Composite Index	10.13	22.93	15.38	10.60	9.23	9.61
Class AAA (GVCAx)	7.67	17.08	9.58	5.86	6.77	10.35
Class C (GVCCX)	7.48	16.24	8.77	5.08	5.97	9.85
With contingent deferred sales charge (c)	6.48	15.24	8.77	5.08	5.97	9.85
Class I (GVCIX)	7.79	17.45	9.87	6.12	6.94	10.45

In the current prospectuses dated April 29, 2016, the gross expense ratios for Class AAA, A, C, and I Shares are 1.39%, 1.39%, 2.14%, and 1.14% respectively, and effective October 1, 2016 the net expense ratios for these share classes after contractual reimbursements by Gabelli Funds, LLC, (the "Adviser") are 1.39%, 1.39%, 2.14%, and 1.00%, respectively. Class AAA and Class I Shares do not have a sales charge. The maximum sales charge for Class A Shares and Class C Shares is 5.75% and 1.00%, 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. Returns would have been lower for the Class I Shares had the Adviser not reimbursed certain expense of the Fund. Visit www.gabelli.com for performance information as of the most recent month end. 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, and the Class I Shares on January 11, 2008. 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 and Class I 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.

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.

Outside the U.S., markets continue to digest the populist upheavals that have occurred not only in America, but around the globe. Theresa May invoked Article 50 of the Treaty on European Union, formally starting the process of the withdrawal of the United Kingdom. Presidential elections will be soon held in France, and while Marine Le Pen is still considered a long shot, political dynamics in 2016 have taught us not to rule her out. A Le Pen win could ultimately change the relationship EU members have with one another, or even lead to the dissolution of the group (and the euro) entirely. All this, combined with continued saber-rattling by North Korea and conflict in Syria, show that the world continues to be a tumultuous place. External, unanticipated events can and will impact the stock market.

With this backdrop, we believe this is a great time to research and pick individual stocks using our Private Market Value (PMV) with Catalyst™ selection process. The wide variety of policy initiatives of the new administration is generating catalysts and opportunities for corporate America and will likely stimulate global deal activity. At the same time, uncertainty may lead to attractive entry points for certain companies.

Conclusion

While optimism is on the rise, we anticipate continued volatility in markets due to politics, monetary policy, or other external factors. We believe our bottom-up process of seeking high-quality companies trading at a discount to Private Market Value – the price an informed industrialist would pay to own an entire business – is as timely as ever. With M&A activity increasing, we expect industry consolidation to be an important catalyst for stock performance in coming quarters.

Let's Talk Stocks

The following are specifics on selected holdings of our Fund. Favorable earnings prospects do not necessarily translate into higher stock prices, but they do express a positive trend that we believe will develop over time. Individual securities mentioned are not necessarily representative of the entire portfolio. For the following holdings, the share prices are listed first in United States dollars (USD) and second in the local currency, where applicable, and are presented as of March 31, 2017.

CBS Corp. (7.8% of net assets as of March 31, 2017) (CBS – \$70.39 – 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 that financial engineering, including the split-off of its radio business, could act as a catalyst for shares.

Comcast Corp. (1.5%) (CMCSA – \$37.59 – NASDAQ) is the largest video and broadband provider in the U.S. with over 29 million customers. The company is also a leading media company through its ownership of NBC Universal, an entity that includes the NBC, Telemundo and USA television networks (among others), the Universal movie studio and Universal Parks portfolio. The company has executed well in both its distribution

and content businesses. The introduction of the industry-leading X1 platform has helped Comcast gain video subscribers while a reinvestment in content and more focused leadership have improved NBC's viewership and profitability. The company is embarking on its next growth initiative with the introduction of wireless into its bundle; while Comcast will offer wireless service on a combination of Verizon and its own network, the company could eventually acquire a wireless operator.

Honeywell International Inc. (2.8%) (HON – \$124.87 – 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 acquired Elster Industries, a leading provider of thermal gas solutions, smart meters, software and data analytics for the commercial, industrial and residential heating market. Elster's gas business offers products in high demand among natural gas customers and brings a strong, global distribution network and numerous cross-selling opportunities for existing HON technologies to new customers. Elster's gas, electric, and water meters are highly valued for their reliability, safety and accuracy. The company maintains an installed base of more than 200 million meter modules deployed over the course of the last 10 years that generate significant recurring revenues. We believe acquisitions such as Elster should drive meaningful and sustained growth for HON spurred by global energy efficiency initiatives and natural resource management.

Macquarie Infrastructure Corp. (1.4%) (MIC – \$80.58 – NYSE) owns and operates a set of four distinct service businesses that generate significant recurring revenue to support cash flow growth. The company is best known for its IMTT bulk liquid terminalling and handling business, as well as Atlantic Aviation, which operates Fixed Base Operations (FBO) at 69 airports in the United States. MIC also operates a Contracted Power business through its ownership of both gas-fired power generation facility and eight renewable power generation facilities. Finally, Hawaii Gas is a producer and distributor of synthetic natural gas (SNG) and a distributor of liquefied petroleum gas (LPG) on the six major islands of Hawaii. The combination of these diversified assets, which tend to operate via fixed, long term contracts, enables MIC to generally grow levels of cash flow to support distributions to shareholders.

National Fuel Gas Co. (2.7%) (NFG – \$59.62 – NYSE) is a diversified natural gas company. NFG owns a regulated gas utility serving the region around Buffalo, New York, gas pipelines that move gas between the Midwest and Canada and from the Marcellus to the Northeast, gathering and processing systems, and an oil and gas exploration and production business. NFG's regulated utility and pipeline businesses, as well as its California oil production business, provide stable earnings and cash flows to support the dividend, while the natural gas production business offers significant upside potential. While natural gas prices have been depressed over the past few years, NFG's ownership of 780,000 acres in the Marcellus Shale holds enormous natural gas reserve potential, and the company has proven to be among the lower cost producers. We continue to expect above average long term earnings and cash flow growth from improving gas prices, growing gas production and strategically located pipeline expansion. The company has increased its dividend for 46 consecutive years.

Republic Services Inc. (4.1%) (RSG – \$62.81 – 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 thirty-nine states and Puerto Rico. Republic serves more than 2,800 municipalities and operates 192 landfills, 204 transfer stations, 333 collection operations, and 64 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.

Time Warner Inc. (2.1%) (TWX – \$97.71 – NYSE), located in New York, New York, is a diversified media company with operations in cable networks through HBO, TNT, TBS, CNN, as well as film and television production. We like the company's cable networks, high margins, and low capital intensity. We expect AT&T to complete its acquisition of TWX, which would deliver ~\$109 to TWX shareholders and the pro forma company to benefit from an improved competitive position.

Viacom Inc. – (6.8%) (VIA – \$48.75 – 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.

April 20, 2017

Top Ten Holdings (Percent of Net Assets)
March 31, 2017

CBS Corp.	7.8%	Swedish Match AB	3.3%
Viacom	6.8%	Newmont Mining Corp.	2.9%
Republic Services	4.1%	Diageo Plc	2.9%
Sony Corp.	3.7%	American Express Co.	2.9%
Madison Square Garden Co.	3.5%	Bank of New York Mellon Corp.	2.8%

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.

Portfolio Management Team Biographies

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

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

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

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Vice President

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The Bank of New York Mellon

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State Street Bank and Trust Company

LEGAL COUNSEL

Paul Hastings LLP

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



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FUNDS

THE GABELLI VALUE 25 FUND INC.

Shareholder Commentary
March 31, 2017

The Gabelli Value 25 Fund Inc.

First Quarter Report — March 31, 2017

(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 quarter ended March 31, 2017, the net asset value (“NAV”) per Class A Share of The Gabelli Value 25 Fund increased 7.7% compared with increases of 6.1% and 5.0% for the Standard & Poor’s (“S&P”) 500 Index and the Dow Jones Industrial Average, respectively. See below for additional performance information.

Enclosed is the schedule of investments as of March 31, 2017.

Comparative Results

Average Annual Returns through March 31, 2017 (a) (Unaudited)

	Quarter	1 Year	5 Year	10 Year	15 Year	Since Inception (9/29/89)
Class A (GABVX)	7.71%	17.10%	9.58%	5.86%	6.77%	10.35%
With sales charge (b)	1.51	10.37	8.29	5.23	6.35	10.12
S&P 500 Index	6.07	17.17	13.30	7.51	7.09	9.52
Dow Jones Industrial Average	5.20	19.81	12.09	8.05	7.32	10.38
Nasdaq Composite Index	10.13	22.93	15.38	10.60	9.23	9.61
Class AAA (GVCCX)	7.67	17.08	9.58	5.86	6.77	10.35
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Class I (GVCIX)	7.79	17.45	9.87	6.12	6.94	10.45

In the current prospectuses dated April 28, 2017, the expense ratios for Class AAA, A, C, and I Shares are 1.40%, 1.40%, 2.15%, and 1.15% respectively, and effective October 1, 2016 the net expense ratios for these share classes after contractual reimbursements by Gabelli Funds, LLC, (the “Adviser”) are 1.40%, 1.40%, 2.15%, and 1.00%, respectively. Class AAA and Class I Shares do not have a sales charge. The maximum sales charge for Class A and Class C Shares is 5.75% and 1.00%, respectively.

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(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.

The Gabelli Value 25 Fund Inc.
Schedule of Investments — March 31, 2017 (Unaudited)

Shares		Market Value	Shares		Market Value
	COMMON STOCKS — 98.7%			Consumer Products — 5.4%	
	Aerospace — 2.3%			Edgewell Personal Care Co.†	\$ 7,350,570
288,000	Aerojet Rocketdyne Holdings Inc.†	\$ 6,249,600	100,500	Energizer Holdings Inc.	2,285,750
500,000	Rolls-Royce Holdings plc	4,723,423	479,000	Swedish Match AB	15,582,408
		<u>10,973,023</u>			<u>25,218,728</u>
	Automotive — 0.8%			Consumer Services — 1.5%	
160,000	Navistar International Corp.†	3,939,200	255,000	Liberty Interactive Corp. QVC Group, Cl. A†	5,105,100
			50,000	Rollins Inc.	1,856,500
	Automotive: Parts and Accessories — 2.5%				<u>6,961,600</u>
99,000	Genuine Parts Co.	9,148,590			
9,500	O'Reilly Automotive Inc.†	2,563,480			
		<u>11,712,070</u>			
	Broadcasting — 11.0%			Diversified Industrial — 4.8%	
521,000	CBS Corp., Cl. A, Voting	36,673,190	38,500	Ampco-Pittsburgh Corp.	540,925
7,000	Liberty Broadband Corp., Cl. A†	595,630	109,000	Crane Co.	8,156,470
72,000	Liberty Broadband Corp., Cl. C†	6,220,800	36,000	Griffon Corp.	887,400
110,000	Liberty Media Corp.-		104,000	Honeywell International Inc.	12,986,480
	Liberty SiriusXM, Cl. C†	4,265,800			<u>22,571,275</u>
173,500	MSG Networks Inc., Cl. A†	4,051,225	510,000	Electronics — 3.7%	
		<u>51,806,645</u>		Sony Corp., ADR	17,202,300
	Building and Construction — 1.0%			Energy and Utilities — 2.7%	
108,000	Johnson Controls International plc	4,548,960	200,000	GenOn Energy Inc., Escrow†	0
			216,000	National Fuel Gas Co.	12,877,920
					<u>12,877,920</u>
	Business Services — 2.4%			Entertainment — 16.9%	
10,000	Internap Corp.†	37,200	40,000	Discovery Communications Inc., Cl. A†	1,163,600
10,000	Liberty Expedia Holdings Inc., Cl. A†	454,800	126,000	Discovery Communications Inc., Cl. C†	3,567,060
80,000	Macquarie Infrastructure Corp.	6,446,400	224,000	Grupo Televisa SAB, ADR	5,810,560
40,000	MasterCard Inc., Cl. A	4,498,800	5,000	Liberty Media Corp.-	
		<u>11,437,200</u>		Liberty Braves, Cl. A†	119,700
				Liberty Media Corp.-	
	Cable and Satellite — 9.8%		66,940	Liberty Braves, Cl. C†	1,583,131
82,000	AMC Networks Inc., Cl. A†	4,811,760	81,400	The Madison Square Garden Co, Cl. A†	16,256,394
192,000	Comcast Corp., Cl. A	7,217,280	100,000	Time Warner Inc.	9,771,000
162,000	DISH Network Corp., Cl. A†	10,285,380	200,000	Twenty-First Century Fox Inc., Cl. A	6,478,000
126,000	EchoStar Corp., Cl. A†	7,175,700	90,000	Twenty-First Century Fox Inc., Cl. B	2,860,200
183,000	Liberty Global plc, Cl. A†	6,564,210	654,000	Viacom Inc., Cl. A	31,882,500
45,000	Liberty Global plc, Cl. C†	1,576,800			<u>79,492,145</u>
8,984	Liberty Global plc LiLAC, Cl. A†	199,804			
6,987	Liberty Global plc LiLAC, Cl. C†	160,980		Environmental Services — 5.2%	
110,000	Rogers Communications Inc., Cl. B	4,864,200	308,000	Republic Services Inc.	19,345,480
41,000	Scripps Networks Interactive Inc., Cl. A	3,213,170	60,000	Waste Connections Inc.	5,293,200
		<u>46,069,284</u>			<u>24,638,680</u>
	Communications Equipment — 0.5%			Equipment and Supplies — 2.8%	
60,000	Loral Space & Communications Inc.†	2,364,000	137,500	CIRCOR International Inc.	8,173,000
			40,000	Federal Signal Corp.	552,400
	Computer Software and Services — 0.8%		90,000	Flowserve Corp.	4,357,800
3,100	CommerceHub Inc., Cl. A†	47,988			<u>13,083,200</u>
6,200	CommerceHub Inc., Cl. C†	96,286			
55,000	eBay Inc.†	1,846,350		Financial Services — 8.4%	
70,000	Hewlett Packard Enterprise Co.	1,659,000	170,000	American Express Co.	13,448,700
		<u>3,649,624</u>	119,000	H&R Block Inc.	2,766,750

See accompanying notes to schedule of investments.

**The Gabelli Value 25 Fund Inc.
Schedule of Investments (Continued) — March 31, 2017 (Unaudited)**

<u>Shares</u>		<u>Market Value</u>	<u>Shares</u>		<u>Market Value</u>
	COMMON STOCKS (Continued)			Telecommunications — 0.6%	
	Financial Services (Continued)			Telephone & Data Systems Inc.	\$ 3,022,140
105,000	Legg Mason Inc.	\$ 3,791,550	114,000		
275,000	The Bank of New York Mellon Corp.	12,988,250		Wireless Communications — 1.4%	
117,000	Wells Fargo & Co.	<u>6,512,220</u>	62,000	T-Mobile US Inc.†	4,004,580
		<u>39,507,470</u>	63,000	United States Cellular Corp.†	<u>2,351,790</u>
					<u>6,356,370</u>
	Food and Beverage — 4.9%			TOTAL COMMON STOCKS	<u>464,206,776</u>
117,000	Diageo plc, ADR	13,522,860			
56,500	Fomento Economico Mexicano SAB de CV, ADR ..	5,001,380		Principal Amount	
105,000	Mondelēz International Inc., Cl. A	<u>4,523,400</u>		U.S. GOVERNMENT OBLIGATIONS — 1.3%	
		<u>23,047,640</u>		U.S. Treasury Bills, 0.498% to 0.761%††, 04/20/17 to 06/29/17	<u>6,257,145</u>
145,000	Hotels and Gaming — 1.9% Ryman Hospitality Properties Inc.	<u>8,965,350</u>	\$ 6,265,000		
183,744	Machinery — 2.3% CNH Industrial NV, New York	1,771,292		TOTAL INVESTMENTS — 100.0%	
110,000	CNH Industrial NV, Borsa Italiana, Brsaltaliana	1,060,829		(Cost \$217,516,926)	<u>\$470,463,921</u>
155,000	Xylem Inc.	<u>7,784,100</u>		Aggregate tax cost	<u>\$219,620,155</u>
		<u>10,616,221</u>		Gross unrealized appreciation	<u>\$257,669,502</u>
411,000	Metals and Mining — 2.9% Newmont Mining Corp.	<u>13,546,560</u>		Gross unrealized depreciation	<u>(6,825,736)</u>
140,000	Publishing — 0.4% News Corp., Cl. B.	<u>1,890,000</u>		Net unrealized appreciation/depreciation	<u>\$250,843,766</u>
62,390	Real Estate — 0.4% Griffin Industrial Realty Inc.	<u>1,930,971</u>			
13,000	Specialty Chemicals — 1.4% Ashland Global Holdings Inc.	1,609,530	†	Non-income producing security.	
39,000	International Flavors & Fragrances Inc.	<u>5,168,670</u>	††	Represents annualized yield at date of purchase.	
		<u>6,778,200</u>	ADR	American Depositary Receipt	

See accompanying notes to schedule of investments.

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

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

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

Portfolio securities primarily traded on a foreign market are generally valued at the preceding closing values of such securities on the relevant market, but may be fair valued pursuant to procedures established by the Board if market conditions change significantly after the close of the foreign market, but prior to the close of business on the day the securities are being valued. Debt obligations for which market quotations are readily available are valued at the average of the latest bid and asked prices. If there were no asked prices quoted on such day, the security is valued using the closing bid price. Such debt obligations are valued through prices provided by a Pricing Service approved by the Board. Certain securities are valued principally using dealer quotations.

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

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

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

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

A financial instrument's level within the fair value hierarchy is based on the lowest level of any input both individually and in the aggregate that is significant to the fair value measurement. The inputs or methodology used for valuing securities are not necessarily an indication of the risk associated with investing in those securities. The summary of the Fund's investments in securities by inputs used to value the Fund's investments as of March 31, 2017 is as follows:

	Valuation Inputs			Total Market Value at 3/31/17
	Level 1 Quoted Prices	Level 2 Other Significant Observable Inputs	Level 3 Significant Unobservable Inputs	
INVESTMENTS IN SECURITIES:				
ASSETS (Market Value):				
Common Stocks:				
Energy and Utilities	\$ 12,877,920	—	\$ 0	12,877,920
Other Industries (a)	451,328,856	—	—	451,328,856
Total Common Stocks	464,206,776	—	0	464,206,776
U.S. Government Obligations	—	\$6,257,145	—	6,257,145
TOTAL INVESTMENTS IN SECURITIES – ASSETS	\$464,206,776	\$6,257,145	\$ 0	\$470,463,921

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

Additional Information to Evaluate Qualitative Information.

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

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

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

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

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

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

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

Restricted Securities. The Fund may invest up to 10% of its net assets in securities for which the markets are restricted. Restricted securities include securities whose disposition is subject to substantial legal or contractual restrictions. The sale of restricted securities often requires more time and results in higher brokerage charges or dealer discounts and other selling expenses than the sale of securities eligible for trading on national securities exchanges or in the over-the-counter markets. Restricted securities may sell at a price lower than similar securities that are not subject to restrictions on resale. Securities freely saleable among qualified institutional investors under special rules adopted by the SEC may be treated as liquid if they satisfy liquidity standards established by the Board. The continued liquidity of such securities is not as well assured as that of publicly traded securities, and accordingly the Board will monitor their liquidity. At March 31, 2017, there were no restricted securities.

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

THE GABELLI VALUE 25 FUND INC.
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Portfolio Management Team Biographies

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

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

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

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Net Asset Value per share available daily
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LEGAL COUNSEL

Paul Hastings LLP

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

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THE GABELLI VALUE 25 FUND INC.

*First Quarter Report
March 31, 2017*

