

# The GAMCO Global Growth Fund

Shareholder Commentary – March 31, 2017

(Y)our Portfolio Management Team



Caesar M. P. Bryan

Howard F. Ward, CFA

## To Our Shareholders,

Thank you for your investment in The GAMCO Global Growth Fund.

For the quarter ended March 31, 2017, the net asset value (“NAV”) per Class I Share of The GAMCO Global Growth Fund increased 8.8% compared with an increase of 6.9% for the Morgan Stanley Capital International (“MSCI”) All Country (“AC”) World Index. See page 2 for additional performance information.

The running of the Wall Street bulls continued in the first quarter as investors celebrated the installment of a pro-business President. Consumer and CEO confidence soared as Trump pledged to raise economic growth and create millions of new jobs. Expectations were raised to levels that will be hard to meet. It was a remarkably good quarter for stocks, but the heavy lifting for Trump is just beginning. It is said the devil is in the details, and that is certainly the case with passing legislation to materially alter taxes, health care, trade, and immigration, not to mention environmental and financial regulation. Even an infrastructure bill, which should be easy to support, may prove difficult to finance. The President’s early moves on immigration and health care have disappointed. There is no shortage of policy uncertainty and at some point that becomes a headwind for economic growth.

## The Economy

The U.S. economy slowed to 1.6% growth (real GDP) last year after posting 2.5% growth in 2015. Expectations for growth this year remain at 2.2% with the first quarter being the weakest. In early April, the Atlanta Fed’s GDP tracker is pegging the first quarter at 1.2%. The consensus is 1.8%. Split the difference at 1.5% and that may be a good guesstimate. The balance of the year looks like sub 2.5% growth. With margins being pressured by rising costs (including wages), will S&P profits expand 11% this year, as widely expected?

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

	Quarter	1 Year	3 Year	5 Year	10 Year	15 Year	Since Inception (2/7/94)
<b>Class I (GGGIX)</b> . . . . .	8.77%	12.55%	4.67%	9.23%	5.90%	6.93%	8.72%
<b>Class AAA (GICPX)</b> . . . . .	8.57	11.73	3.98	8.69	5.52	6.67	8.54
MSCI AC World Index . . . . .	6.91	15.04	5.08	8.37	4.00	6.32	6.47(d)
Lipper Global Large-Cap Growth Fund Classification . . . . .	9.06	12.83	5.23	8.43	4.88	6.62	7.16
<b>Class A (GGGAX)</b> . . . . .	8.57	11.75	4.00	8.71	5.52	6.68	8.55
With sales charge (b) . . . . .	2.33	5.32	1.97	7.43	4.90	6.26	8.28
<b>Class C (GGGCX)</b> . . . . .	8.38	10.89	3.21	7.89	4.73	5.87	7.95
With contingent deferred sales charge (c) . . . . .	7.38	9.89	3.21	7.89	4.73	5.87	7.95

**In the current prospectuses dated April 29, 2016, the gross expense ratios for Class AAA, A, C, and I Shares are 1.68%, 1.68%, 2.43%, and 1.43%, respectively, and the net expense ratios for these share classes after contractual reimbursements by Gabelli Funds, LLC, (the "Adviser") are 1.68%, 1.68%, 2.43%, 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. Visit [www.gabelli.com](http://www.gabelli.com) for performance information as of the most recent month end. Returns for Class I Shares would have been lower had the Adviser not reimbursed certain expenses. 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](http://www.gabelli.com). Investing in foreign securities involves risks not ordinarily associated with investments in domestic issues, including currency fluctuation, economic, and political risks. The Class AAA Share NAVs are used to calculate performance for the periods prior to the issuance of Class A Shares, Class C Shares, and Class I Shares on March 2, 2000, March 12, 2000, and January 11, 2008, respectively. The actual performance of the Class A and Class C Shares would have been lower due to the additional fees and expenses associated with these classes of shares. The actual performance of Class I Shares would have been higher due to lower expenses related to this class of shares. The MSCI AC World Index is an unmanaged market capitalization weighted index that is designed to measure the equity market performance of developed and emerging markets. The MSCI AC World Index consists of 45 country indices comprising 24 developed and 21 emerging market country indices. The Lipper Global Large-Cap Growth Fund Classification reflects the performance of mutual funds classified in this particular category. Dividends are considered reinvested. You cannot invest directly in an index.*
- (b) Performance results include the effect of the maximum 5.75% sales charge at the beginning of the period.
- (c) Assuming payment of the 1% maximum contingent deferred sales charge imposed on redemptions made within one year of purchase.
- (d) MSCI AC World Index since inception performance is a blend of Gross Performance excluding applicable taxes and Net Performance. This benchmark's Net Performance began on December 29, 2000.

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, are available on our website at [www.gabelli.com](http://www.gabelli.com).

Is sub 2.2% growth for the year going to sustain the emerging animal spirits on Wall Street? Not unless Trump succeeds on the policy front, especially with respect to cutting corporate taxes. This may take a while. How much patience does the market have?

The biggest positive surprise in the first quarter's economic data was job growth in January and February. The monthly data was well above expectations. Skeptics question the favorable impact of relatively warm weather on seasonal adjustment factors. We will likely discover in the second quarter if the outsized job gains of January and February were mostly smoke and mirrors. The March payroll gains, reported this morning, were muted. The bond market appears less concerned about reflation as the 10 year Treasury yield has fallen from 2.6% in mid-March to 2.3% in early April. Crude oil has fallen too, with WTI currently at \$51, down from \$54 in late February. The fact that growth stock indices have outperformed value stock indices year-to-date is not a vote of confidence in an accelerating economy. Next year looks much the same right now. The consensus GDP growth estimate for 2018 is only 2.3%. GDP growth reflects the number of workers, the hours they work and their level of productivity. Trump must address those factors if he wants to increase growth to 3% or more and sustain it. Things like tax cuts and infrastructure spending are temporary boosters and we don't even know if they will happen or not.

## **The Markets**

The MSCI All Country World Index advanced 6.9% in the first quarter. Benefitting from massive Chinese fiscal stimulus in 2016, the MSCI Emerging Market Index returned 11.4% while the MSCI EAFE Index (international developed markets) and S&P 500 returned 7.3% and 6.1% respectively. Within the U.S., large cap growth stocks were the best performers during the first quarter as the Russell 1000 Growth Index returned 8.9%, vs. 2.5% for the Russell 2000 Index. The 3 top performing industry sectors were technology, health care and consumer discretionary. The 3 worst sectors were energy (last year's top performer), telecom and financials. It was the sixth quarter in a row of positive market returns. At the current level of 2360 on the S&P, the market is selling at 18.3 times this year's estimated earnings of \$129. That is the highest multiple of forward earnings since 2004. Multiples usually move inversely with inflation. The Consumer Price Index (CPI) rose 1.3% in 2016 and is forecast to rise to 2.5% in 2017. This does not necessarily mean that multiples must compress, but the risk is present and puts a premium on companies meeting earnings expectations. Rising inflation and disappointing earnings are toxic for equity investors.

Every so often geopolitical risk enters the investment arena and most of the time it passes without creating much of a fuss. Sometimes it creates a frenzy of selling as investors shoot first and ask questions later. It is with us once again as President Trump threatens to "take on North Korea and Syria alone" if he has to. North Korea is complicated as their leader is unpredictable and his first response to any provocation could entail a barrage of missiles hitting Seoul. Additionally, any action targeting North Korea will provoke a reaction from China. Syria is also difficult, which is why President Obama chose to remain a spectator. Last night President Trump ordered missile strikes against a Syrian air base in retaliation for the Syrian use of sarin and nerve gas on Syrian civilians. The Middle East is a quagmire. You have competing terrorist groups, some of them state sponsored, and you have Russia. In Washington we have an administration that is short on diplomatic experience and long highly regarded military officers. We should all pay attention.

## **Portfolio Observations**

We did some house cleaning during the first quarter which led to a tighter portfolio. We added 8 new holdings and eliminated 13, resulting in a portfolio of 80 companies. Sold outright, for either growth or valuation concerns, were ITV, Smith & Nephew, WPP, General Electric, Diageo, BP, Nielsen Holdings, Sabre, ProSiebenSat, Fortune Brands, Bristol-Myers Squibb, Lululemon, Merck, Essilor, Air Liquide and Estee Lauder.

New additions to the portfolio included HDFC Bank Ltd. (1.6% of net assets as of March 31, 2017), Zoetis Inc. (1.1%), Alibaba Group Holding Ltd. (1.5%), Mondelez International Inc. (0.6%), Henry Schein Inc. (0.9%), Dover Corp. (0.3%), Parker-Hannifin Corp. (0.3%) and Roper Technologies Inc. (0.4%).

We added to a number of existing holdings. The most significant additions were to CK Hutchison Holdings Ltd. (1.5%), Tencent Holdings Ltd. (3.1%), Liberty Global (2.6%), Jardine Matheson Holdings Ltd. (2.3%), FANUC Corp. (2.5%), Comcast Corp. (2.1%), American Tower Corp. (1.2%), Starbucks Corp. (1.2%), Crown Castle International Corp. (0.8%) and UnitedHealth Group Inc. (1.9%). We remain overweight technology and the consumer discretionary sectors. We have moved closer to a market weight in healthcare, from an underweight. We remain underweight financials, energy, materials, telecommunication, and utilities. Though we remain underweight real estate relative to the index, we have added to our real estate exposure by adding to our cell tower stocks, American Tower and Crown Castle, in anticipation of lower interest rates, not higher. From a geographic perspective, we remain overweight the U.S. and underweight emerging markets. Emerging markets and their currencies benefited from the massive Chinese fiscal stimulus in 2016. That is now reversing, and slower global growth would hurt emerging markets.

## **Performance Commentary**

Holdings that had the most positive impact on performance for the quarter (based upon price change and the size of the holding) were, in order, Facebook Inc. (4.4% of net assets as of March 31, 2017), Adobe Systems Inc. (2.8%), Amazon.com Inc. (3.6%), KEYENCE Corp. (3.0%), Apple Inc. (2.0%), Tencent Holdings Ltd. (3.1%), Liberty Global (2.6%), LVMH (2.4%), Swatch Group (2.1%) and Jardine Matheson Holdings Ltd. (2.3%). These core holdings delivered nicely.

Hurting us the most for the quarter were Schlumberger Ltd. (2.0%), Subaru Corp. (0.6%), AutoZoneInc. (0.6%), General Electric, WPP, BP, Sabre Inc., O'Reilly Automotive (0.8%), EOG Resources (0.8%) and ITV.

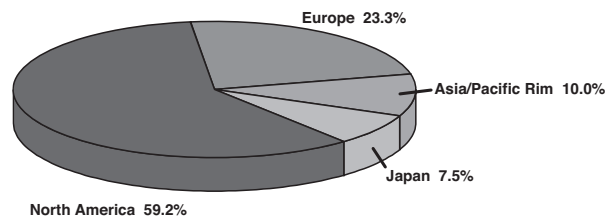
## **In Conclusion**

We continue to have a more defensive portfolio structure relative to the MSCI All Country World Index. We believe this is the right strategy given our outlook for sluggish growth, rising geopolitical risk and what we believe will be a lowering of expectations for the likely success of President Trump's legislative agenda. We are not bearish so much as of the mind that expectations for policy change and earnings remain unsustainably high and need to be reset lower. Additionally, a Fed that seems inclined to tighten two more times this year may not be a friend of the stock market. It has been a long time since we had a 5% to 10% correction. The clock is ticking.

## Global Allocation

The accompanying chart presents the Fund's holdings by geographic region as of December 31, 2016. The geographic allocation will change based on current global market conditions. Countries and/or regions represented in the chart and discussed in this commentary may or may not be included in the Fund's future portfolio.

## HOLDINGS BY GEOGRAPHIC REGION



## Let's Talk Stocks

The following are stock specifics on selected holdings of our Fund. Favorable earnings prospects do not necessarily translate into higher stock prices, but they do express a positive trend that we believe will develop over time. Individual securities mentioned are not necessarily representative of the entire portfolio. For the following holdings, the percentage of net assets and their share prices stated in U.S. dollar equivalent terms are presented as of March 31, 2017.

*Adobe Systems Inc. (2.8% of net assets as of March 31, 2017) (ADBE – \$130.13 – NASDAQ)* is the global leader in digital marketing and digital media solutions. Adobe has the most comprehensive end-to-end solution for digital marketing. Its tools allow customers to create digital content, deploy it across media and devices, and measure and optimize it over time. Adobe has successfully transitioned from a product-based desktop business to a cloud-based subscription business. Over 80% of total revenue is now recurring and that number is poised to climb higher as 7 million customers worldwide are yet to migrate. The demand for design capabilities continues to rise at a dramatic pace, as reflected in Adobe's large and growing total addressable market of \$64 billion in 2019.

*Alphabet Inc. (4.2%) (GOOG / GOOGL – \$829.56 / \$847.80 – NASDAQ)* is the parent company of Google, the world's leading Internet search engine. Google's stated mission is "to organize the world's information and make it universally accessible and useful." The company generates revenue by providing advertisers with the opportunity to deliver targeted and measurable advertising. Alphabet's healthy core search revenue allows the company to pursue new market opportunities such as streaming video (YouTube Red), life sciences, autonomous driving technology and a variety of other "moonshot" projects.

*Amazon.com Inc. (3.6%) (AMZN – \$886.54 – NASDAQ)* launched in 1995 as an online book retailer and has evolved into a dominant e-commerce platform. CEO Jeff Bezos guides the Company on customer obsession rather than competitor focus and is long-term oriented. Amazon's competitive advantage within e-commerce is Amazon Prime, which benefits from a virtuous cycle as the continuously expanding selection of inventory drives traffic, which attracts more sellers, who add yet more selection. Amazon continues to invest in the Prime value proposition (free and faster shipping, free video and music streaming, libraries of free books and magazines, and a host of other benefits). Prime members spend more than non-Prime customers and their purchasing volume tends to increase over time. In addition to its retailing operations, Amazon pioneered the concept of hyperscale public cloud with its Amazon Web Services (AWS) and continues to be the dominant market share leader within that rapidly growing industry.

*Facebook.com Inc. (4.4%) (FB – \$142.05 – NASDAQ)* mission is to give people the power to share and make the world more open and connected. Facebook's unique cache of user profiles creates a powerful targeted advertising platform. As of December 31, 2016, Facebook had 1.9 billion monthly active users (MAUs) worldwide, including 1.7 billion mobile MAUs. Facebook continues to grow its worldwide user base at a mid-teens rate, largely driven by the proliferation of mobile devices in the emerging markets. Users are spending more time on the platform, driven largely by the recent emphasis on video. Facebook is able to drive pricing power by continuously improving the effectiveness of its ads. Meanwhile, there remains runway to further monetize Facebook properties Instagram, Messenger and WhatsApp.

*FANUC Corp. (2.5%) (6954.T – \$204.98/¥22,820 – Japan)* manufactures factory automation systems, equipment and robots, including robots used in precision assembly and injection molding machines. The company's tools are primarily used in the machine tool and automotive industries, with customers including OEMs GM, Ford and Volkswagen.

*KEYENCE Corp. (3.0%) (6861.T – \$400.43/¥44,580 – Japan)* has steadily grown since 1974 to become an innovative leader in the development and manufacturing of industrial automation and inspection equipment worldwide. Products consist of code readers, laser markers, machine vision systems, measuring systems, microscopes, sensors, and static eliminators. Today, KEYENCE serves over 200,000 customers in 70 countries around the world.

*Liberty Global (2.6%) (LBTYA – \$35.87 – NASDAQ)* is an international provider of video, broadband internet, fixed-line telephony and mobile services. The company's consumer brands include Virgin Media, Ziggo, Unitymedia, Telenet, UPC Cablecom, UPC, CTR and Liberty. Liberty Global operates the largest cable network in Austria, Belgium, Chile, the Czech Republic, Hungary, Ireland, the Netherlands, Poland, Puerto Rico, Slovakia, Switzerland and the U.K., and the second largest in Germany and Romania.

*Microsoft Corp. (3.6%) (MSFT – \$65.86 – NASDAQ)* is the world's largest software company that develops software products for computing devices ranging from PC's to servers to its Xbox game console. Microsoft's Azure is a fast growing public cloud service that competes with Amazon's AWS. The recent acquisition of LinkedIn will allow Microsoft to integrate data from LinkedIn's economic graph with Microsoft's professional cloud.

*Tencent Holdings Ltd. (3.1%) (700HK – \$28.67/HK\$222.80 – Hong Kong)*, headquartered in Shenzhen, is one of the largest internet companies in the world and the biggest computer game publisher in the world. The Company infiltrates every aspect of digital life for the Chinese consumer. Its offerings include social network platforms, instant messaging services, e-commerce marketplaces, online video games, mobile payment applications and online advertising. As of December 31, 2016, Tencent's QQ web portal had 868 million monthly active users (MAUs); the Weixin and WeChat apps, combined, had 889 million MAUs; Qzone, its social media network, had 638 MAUs.

April 13, 2017



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

Facebook.com Inc.	4.4%	KEYENCE Corp.	3.0%
Alphabet Inc.	4.2%	Adobe Systems Inc.	2.8%
Microsoft Corp.	3.6%	Liberty Global plc	2.6%
Amazon.com Inc.	3.6%	FANUC Corp.	2.5%
Tencent Holdings Ltd.	3.1%	LVMH Moet Hennessy Louis Vuitton SE	2.4%

**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. 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](http://www.gabelli.com)**

Please visit us on the Internet. Our homepage at [www.gabelli.com](http://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.

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.

We welcome your comments and questions via e-mail at [info@gabelli.com](mailto:info@gabelli.com). You may sign up for our e-mail alerts at [www.gabelli.com](http://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](http://www.gabelli.com).

**Multi-Class Shares**

GAMCO Global Series Funds, Inc. began offering additional classes of Fund shares in March 2000. Class AAA Shares are no-load shares offered directly through selected broker/dealers. Class A and Class C Shares are targeted to the needs of 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 would enhance the ability of the Fund to attract additional investors.



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## **Gabelli/GAMCO Funds and Your Personal Privacy**

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### **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](http://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.

**THE GAMCO GLOBAL GROWTH FUND**  
**One Corporate Center**  
**Rye, NY 10580-1422**

**Portfolio Management Team Biographies**

**Caesar M. P. Bryan** joined GAMCO Asset Management in 1994. He is a member of the global investment team of Gabelli Funds, LLC and portfolio manager of several funds within the Gabelli/GAMCO Funds Complex. Prior to joining Gabelli, Mr. Bryan was a portfolio manager at Lexington Management. He began his investment career in 1979 at Samuel Montagu Company, the London based merchant bank. Mr. Bryan graduated from the University of Southampton in England with a Bachelor of Law and is a member of the English Bar.

**Howard F. Ward, CFA**, joined Gabelli Funds in 1995 and currently serves as GAMCO's Chief Investment Officer of Growth Equities as well as a Gabelli Funds, LLC portfolio manager for several funds within the Gabelli/GAMCO Funds Complex. Prior to joining Gabelli, Mr. Ward served as Managing Director and Lead Portfolio Manager for several Scudder mutual funds. He also was the Investment Officer in the Institutional Investment Department with Brown Brothers, Harriman & Co. for four years. Mr. Ward received his B.A. in Economics from Northwestern University.

**GAMCO Global Series Funds, Inc.**  
**THE GAMCO GLOBAL GROWTH FUND**

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

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Flom LLP

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

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**GABELLI**  
FUNDS

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*March 31, 2017*

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First Quarter Report — March 31, 2017  
(Y)our Portfolio Management Team



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**Howard F. Ward, CFA**

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

## Comparative Results

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

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With contingent deferred sales charge (d) .....	7.38	9.89	7.89	4.73	5.87	7.95

**In the current prospectuses dated April 28, 2017, the gross expense ratios for Class AAA, A, C, and I Shares are 1.72%, 1.72%, 2.47%, and 1.47%, respectively, and the net expense ratios for these share classes after contractual reimbursements by Gabelli Funds, LLC, (the "Adviser") are 1.72%, 1.72%, 2.47%, 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. Visit [www.gabelli.com](http://www.gabelli.com) for performance information as of the most recent month end. Returns for Class I Shares would have been lower had the Adviser not reimbursed certain expenses. The Fund imposes a 2% redemption fee on shares sold or exchanged within seven days after the date 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](http://www.gabelli.com). Investing in foreign securities involves risks not ordinarily associated with investments in domestic issues, including currency fluctuation, economic, and political risks. The Class AAA Share NAVs are used to calculate performance for the periods prior to the issuance of Class A Shares, Class C Shares, and Class I Shares on March 2, 2000, March 12, 2000, and January 11, 2008, respectively. The actual performance of the Class A and Class C Shares would have been lower due to the additional fees and expenses associated with these classes of shares. The actual performance of Class I Shares would have been higher due to lower expenses related to this class of shares. The MSCI AC World Index is an unmanaged market capitalization weighted index that is designed to measure the equity market performance of developed and emerging markets. The MSCI AC World Index consists of 45 country indices comprising 24 developed and 21 emerging market country indices. The Lipper Global Large-Cap Growth Fund Classification reflects the performance of mutual funds classified in this particular category. Dividends are considered reinvested. You cannot invest directly in an index.
- (b) MSCI AC World Index since inception performance is a blend of Gross Performance excluding applicable taxes and Net Performance. This benchmark's Net Performance began on December 29, 2000.
- (c) Performance results include the effect of the maximum 5.75% sales charge at the beginning of the period.
- (d) Assuming payment of the 1% maximum contingent deferred sales charge imposed on redemptions made within one year of purchase.





**The GAMCO Global Growth Fund  
Schedule of Investments (Continued) — March 31, 2017 (Unaudited)**

<u>Shares</u>	<u>Market Value</u>	<u>Market Value</u>
<b>COMMON STOCKS (Continued)</b>		
<b>MATERIALS (Continued)</b>		
3,900	\$ 1,209,741	
	<u>1,623,363</u>	
<b>TOTAL COMMON STOCKS</b>	<u>77,087,767</u>	
		Aggregate tax cost ..... \$55,831,649
		Gross unrealized appreciation ..... \$22,387,608
		Gross unrealized depreciation ..... (961,684)
		Net unrealized appreciation/depreciation ..... <u>\$21,425,924</u>
		† Non-income producing security.
		†† Represents annualized yield at date of purchase.
		ADR American Depositary Receipt
<b>Principal Amount</b>		
\$ 170,000		
<b>U.S. GOVERNMENT OBLIGATIONS — 0.2%</b>		
	0.707%††, 06/01/17 ..... 169,806	
<b>TOTAL INVESTMENTS — 100.0%</b>	<u>\$77,257,573</u>	
		<b>Geographic Diversification</b>
		<b>% of Market Value</b>
		<b>Market Value</b>
		United States . . . . . 59.2% \$45,752,824
		Europe . . . . . 21.3 16,419,864
		Latin America . . . . . 10.4 8,053,262
		Japan . . . . . 7.5 5,790,493
		Asia/Pacific. . . . . 1.6 1,241,130
		<u>100.0%</u> <u>\$77,257,573</u>

See accompanying notes to schedule of investments.

## The GAMCO Global Growth Fund

### Notes to Schedule of Investments (Unaudited)

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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 Fund employs a fair value model to adjust prices to reflect events affecting the values of certain portfolio securities which occur between the close of trading on the principal market for such securities (foreign exchanges and over-the-counter markets) at the time when net asset values of the Fund are determined. If the Fund’s valuation committee believes that a particular event would materially affect net asset value, further adjustment is considered.

## The GAMCO Global Growth Fund

### Notes to Schedule of Investments (Unaudited) (Continued)

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

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

A financial instrument's level within the fair value hierarchy is based on the lowest level of any input both individually and in the aggregate that is significant to the fair value measurement. The inputs or methodology used for valuing securities are not necessarily an indication of the risk associated with investing in those securities. The closing price is adjusted from the local close, therefore, such securities are classified as Level 2 in the fair value hierarchy presented below. 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	
<b>INVESTMENTS IN SECURITIES:</b>			
<b>ASSETS (Market Value):</b>			
Common Stocks (a)	\$77,087,767	—	\$77,087,767
U.S. Government Obligations	—	\$169,806	169,806
<b>TOTAL INVESTMENTS IN SECURITIES – ASSETS</b>	<b>\$77,087,767</b>	<b>\$169,806</b>	<b>\$77,257,573</b>

(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 and 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. The circumstances of Level 3 securities are frequently monitored to determine if fair valuation measures continue to apply.

## The GAMCO Global Growth Fund

### Notes to Schedule of Investments (Unaudited) (Continued)

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

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

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

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

**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 GAMCO GLOBAL GROWTH FUND**  
**One Corporate Center**  
**Rye, NY 10580-1422**

**Portfolio Management Team Biographies**

**Caesar M. P. Bryan** joined GAMCO Asset Management in 1994. He is a member of the global investment team of Gabelli Funds, LLC and portfolio manager of several funds within the Gabelli/GAMCO Fund Complex. Prior to joining Gabelli, Mr. Bryan was a portfolio manager at Lexington Management. He began his investment career at Samuel Montagu Company, the London based merchant bank. Mr. Bryan graduated from the University of Southampton in England with a Bachelor of Law and is a member of the English Bar.

**Howard F. Ward, CFA**, joined Gabelli Funds in 1995 and currently serves as GAMCO's Chief Investment Officer of Growth Equities as well as a Gabelli Funds, LLC portfolio manager for several funds within the Gabelli/GAMCO Fund Complex. Prior to joining Gabelli, Mr. Ward served as Managing Director and Lead Portfolio Manager for several Scudder mutual funds. He also was an Investment Officer in the Institutional Investment Department with Brown Brothers, Harriman & Co. for four years. Mr. Ward received his B.A. in Economics from Northwestern University.

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](http://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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This report is submitted for the general information of the shareholders of The GAMCO Global Growth Fund. It is not authorized for distribution to prospective investors unless preceded or accompanied by an effective prospectus.

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# THE GAMCO GLOBAL GROWTH FUND

*First Quarter Report  
March 31, 2017*