

The Gabelli ABC Fund

Merger and Arbitrage – “The Deal Fund”

Shareholder Commentary – September 30, 2017

(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.



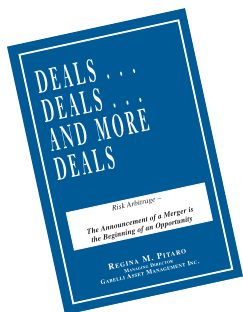
Gian Maria Magrini, CFA
Analyst

Mr. Magrini is a graduate of Fordham University.

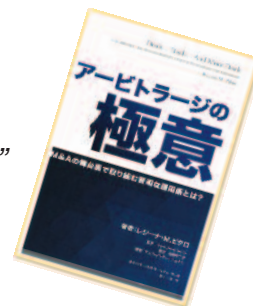


Geoffrey P. Astle
Analyst

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, 2017, the net asset value (“NAV”) per Class AAA Share of The Gabelli ABC Fund increased 0.4% compared with an increase of 0.6% for the Standard & Poor’s (“S&P”) Long-Only Merger Arbitrage Index. The performance of the Bank of America Merrill Lynch 3 Month U.S. Treasury Bill Index for the quarter was 0.3%. See page 2 for additional performance information.

Commentary

Global deal activity increased 3% on a year over year basis in the first nine months of 2017 to a total of \$2.4 trillion¹. The number of deals announced during the first nine months of 2017 remained flat with 2016 levels at 35,360. Overall, flat deal activity was offset by a 9% increase in the number of deals valued at more than \$1 billion and an 18% increase in the number of deals announced in the United States. Deal activity slowed on a quarterly basis in Q3, decreasing 3% to \$819.7 billion versus \$845.3 billion in the second quarter. This negative development is slightly offset when comparing Q3 2017 deal activity to Q3 2016 activity, which revealed a 2% increase.

¹Thomson Reuters M&A Review – First Nine Months 2017

Average Annual Returns through September 30, 2017 (a) (Unaudited)

	Quarter	1 Year	5 Year	10 Year	15 Year	Since Inception (5/14/93)
AAA Shares (GABCX)	0.39%	2.57%	2.99%	2.84%	3.89%	5.69%
Advisor Shares (GADVX)	0.39	2.35	2.72	2.58	3.71	5.58
S&P Long-Only Merger Arbitrage Index	0.64	4.40	4.54	N/A(b)	N/A(b)	N/A(b)
Lipper U.S. Treasury Money Market Fund Average ..	0.14	0.29	0.07	0.26	0.93	2.17(c)
Bank of America Merrill Lynch 3 Month U.S. Treasury Bill Index	0.26	0.66	0.22	0.47	1.29	2.62
S&P 500 Index	4.48	18.61	14.22	7.44	10.04	9.56(c)

In the current prospectuses dated April 28, 2017, the expense ratios for the Class AAA and the Advisor Class Shares, are 0.60% and 0.85% respectively. The Fund does not have a sales charge.

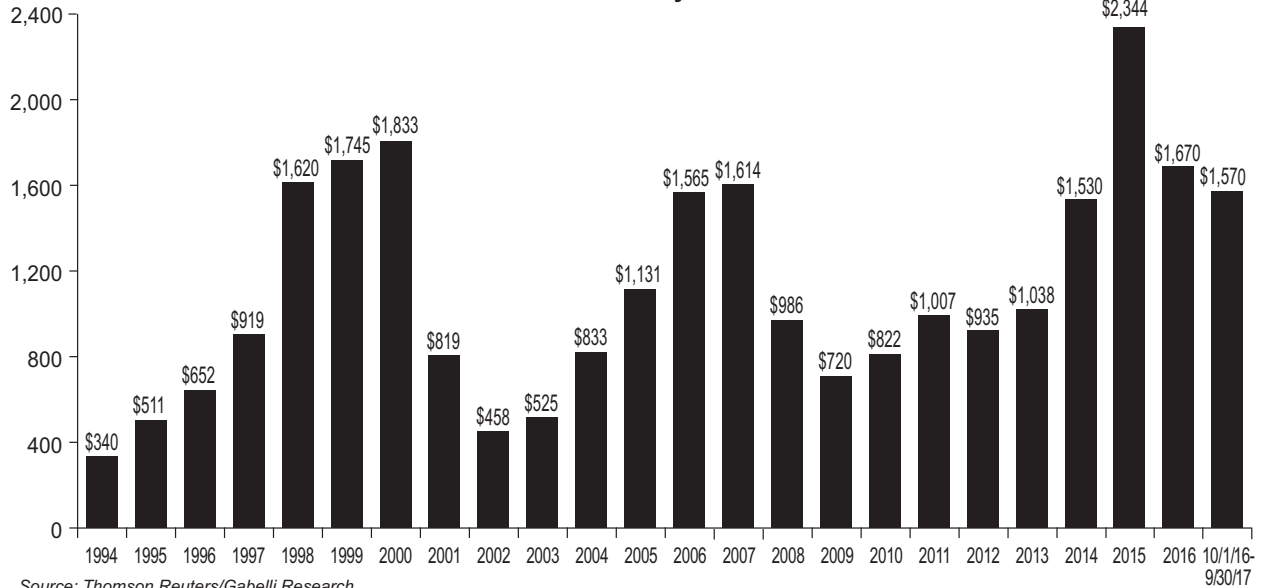
(a) *Returns represent past performance and do not guarantee future results. Total returns and average annual returns reflect changes in share price, reinvestment of distributions, and are net of expenses. Investment returns and the principal value of an investment will fluctuate. When shares are redeemed, 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 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 is January 17, 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.

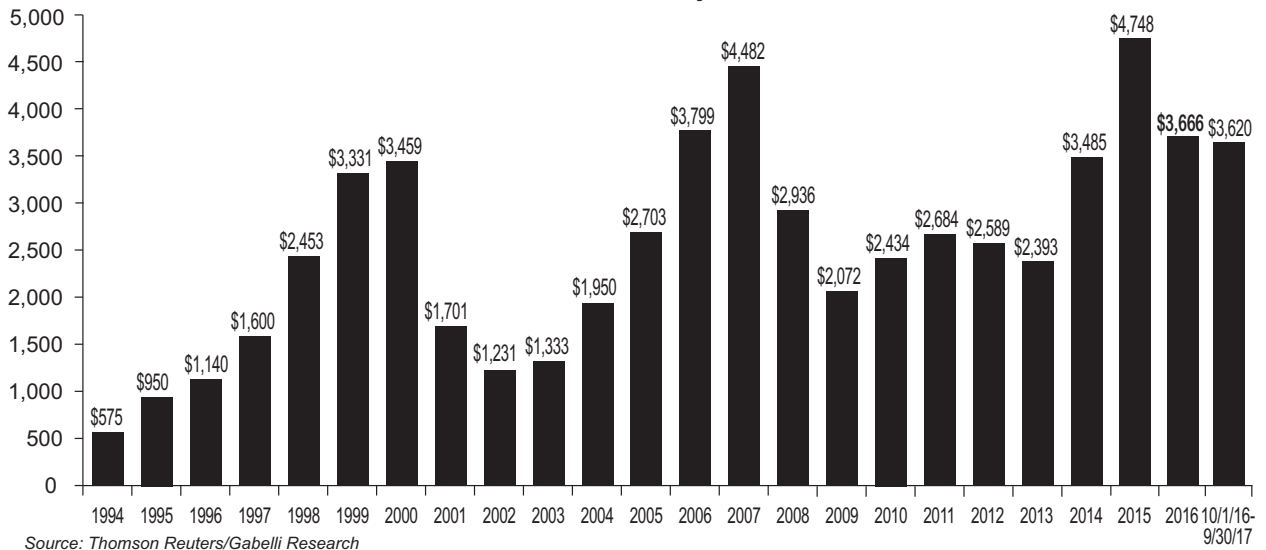
\$ Billions

U.S. Deal Activity



US\$ Billions

Global Deal Activity



Cross border merger and acquisitions (M&A) activity totaled \$943.3 billion during the first nine months of 2017, the highest level reached in the first nine months of a year since 2015. This surge in cross border transaction activity was driven by outbound U.S. acquirers and regional EU deal making. M&A activity in Europe totaled \$629.3 billion during the first nine months of the year, up 29% on a year over year basis. Although U.S. acquirers hunted the globe for asset bargains, Chinese acquirers slowed their appetite for foreign assets as China outbound M&A declined 27% compared to the first nine months of 2016.

The Energy & Power sector continued to fuel M&A activity over the first nine months of 2017. Deal activity in the space totaled \$369.8 billion, up 7% on a year over basis. The Industrials sector meaningfully contributed to M&A activity in the first nine months of 2017, accounting for 13.9% of overall merger activity. The Materials and Technology sectors experienced declines in volumes.

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 too do annualized spreads. Corporations continue to have high cash balances and an appetite to grow inorganically, which we anticipate will continue to drive M&A into the future. Moreover, certainty out of Washington D.C. related to taxes will likely further propagate deal making, which will benefit the Fund.

Done Deals

Albany Molecular Research, Inc. (AMRI) is an Albany, New York based biotechnology company focused on contract research and manufacturing. On June 6, 2017, AMRI agreed to be acquired by affiliates of The Carlyle Group and GTCR, two leading private equity firms, for \$21.75 per share in cash. The transaction valued AMRI at \$1.5 billion, required shareholder and regulatory approvals, and closed on August 31, 2017. The Fund earned a 3.77% annualized return.

Gas Natural Inc. (EGAS) is a Cleveland, Ohio based natural gas utility that distributes over 20 billion cubic feet of natural gas annually to its customers. On October 10, 2016, EGAS agreed to be acquired by First Reserve Energy Infrastructure Fund for \$13.10 per share in cash, representing a \$196 million total enterprise value. First Reserve Energy Infrastructure Fund was subsequently acquired by BlackRock Real Assets on June 5, 2017. After receiving the approval from EGAS shareholders, BlackRock Real Assets closed the merger on August 4, 2017. The Fund earned a 13.52% annualized return.

Kate Spade & Company (KATE) is a New York, New York based apparel and accessories retailer. On May 8, 2017, KATE agreed to be acquired by Coach Inc. for \$18.50 per share in cash, valuing the company at \$2.4 billion. The transaction required regulatory approval and a majority of KATE shareholders to tender their shares to Coach. The deal closed on July 12, 2017. The Fund earned a 1.84% annualized return.

NOVADAQ Technologies Inc. (NVDQ) is a Mississauga, Ontario based medical imaging systems company. On June 19, 2017, NVDQ agreed to be acquired by Stryker Corp. for \$11.75 per share in cash, valuing the

company's equity at \$701 million. The deal required shareholder and regulatory approvals and closed on September 1, 2017. The Fund earned a 1.64% annualized return.

Panera Bread Co. (PNRA) is a St. Louis, Missouri based fast casual restaurant chain. On April 5, 2017, PNRA agreed to be acquired by JAB Holding Company for \$315 per share in cash, which valued the company at \$7.5 billion. The deal required regulatory and shareholder approvals and subsequently closed on July 18, 2017. The Fund earned a 2.84% annualized return.

VCA Animal Hospital Inc. (WOOF) is a Los Angeles, California based veterinary hospitals operator. On January 9, 2017, WOOF agreed to be acquired by Mars, Inc. for \$93 per share in cash. Mars also operates animal hospitals. The deal valued WOOF at \$7.7 billion and required regulatory and shareholder approvals. It closed on September 13, 2017 and the Fund earned a 3.17% annualized return.

Whole Foods Market, Inc. (WFM) is an Austin, Texas based high-end supermarket chain that offers organic food products. On June 16, 2017, WFM agreed to be acquired by Amazon for \$42 per share in cash, which valued the company at \$13.7 billion. The merger required shareholder and regulatory approvals and closed on August 28, 2017. The Fund earned a 4.76% annualized return.

Pipeline

Abertis Infraestructuras S.A. (1.1% of net assets as of September 30, 2017) (ABE – \$17.10 – NYSE) is a Barcelona, Spain based company with toll roads across Europe. ABE constructs and maintains highway and satellite infrastructure. On May 15, 2017, ABE agreed to be acquired by Atlantia S.p.A for €16.50 per share in cash. ABE shareholders can opt, in part or full, for a Share Alternative, which exchanges 1 share of ABE for .697 newly issued Atlantia shares. The tender offer values ABE at €31 billion and requires regulatory approvals. It is expected to close in late 2017 to early 2018.

Bob Evans Farms Inc. (0.6%) (BOBE – \$77.51 – NASDAQ) is a New Albany, Ohio based food services company focused on refrigerated dishes. BOBE produces and distributes frozen and refrigerated food items throughout the United States. On September 19, 2017, BOBE agreed to be acquired by Post Holdings Inc. for \$77 per share in cash. The deal values Bob Evans at \$1.5 billion and requires regulatory and shareholder approvals. It is expected to close in the first quarter of 2018.

Dominion Diamond Corporation (.03%) (DDC – \$14.18 – NYSE) is a Toronto, Ontario based diamond miner. On July 17, 2017 DDC agreed to be acquired by The Washington Companies for \$14.25 per share in cash, representing a total equity value of \$1.2 billion. This came after an initial \$13.50 cash bid. The transaction requires regulatory and shareholder approvals and is expected to close in the fourth quarter of 2017.

Exa Corporation (0.1%) (EXA – \$24.18 – NASDAQ) is a Burlington, Massachusetts based software company which develops fluid simulation software. On September 28, 2017, EXA agreed to be acquired by Dassault Systemes for \$24.25 per share in cash, valuing the company at \$400 million. The transaction is structured as a tender offer and requires regulatory approval. It is expected to close in the fourth quarter of 2017.

Jimmy Choo PLC (0.1%) (CHOO – £2.295/\$3.08 – London Stock Exchange) is a London, UK based luxury shoe and accessories company. On July 25, 2017, CHOO agreed to be acquired Michael Kors Holdings Limited for £2.30 per share in cash, valuing the company at £1 billion. The transaction is intended to be effected by U.K court-approved Scheme of Arrangement and requires shareholder and regulatory approvals. The company is currently awaiting regulatory approval and the transaction is expected to close in the fourth quarter of 2017.

Kite Pharma Inc. (4.0%) (KITE – \$179.81 – NASDAQ) is a Santa Monica, California based pharmaceutical company focused on cancer immunotherapy. On August 28, 2017, KITE agreed to be acquired by Gilead Sciences, Inc. for \$180 per share in cash, valuing the company at \$11.9 billion. The transaction requires regulatory approval and a majority of KITE shareholders to tender their shares to Gilead. The deal is expected to close early in the fourth quarter of 2017.

Landauer Inc. (0.2%) (LDR – \$67.30 – NYSE) is a Glenwood, Illinois based firm providing radiation safety and measurement products to its customers. On September 6, 2017, LDR agreed to be acquired by Fortive Corp. for \$67.25 per share in cash, valuing the company at \$770 million. The transaction is structured as a tender offer, requires regulatory approval, and is expected to close by the end of 2017.

Orbital ATK, Inc. (0.7%) (OA – \$133.16 – NYSE) is a Dulles, Virginia based aerospace and defense company. On September 18, 2017, OA agreed to be acquired by Northrop Grumman Corp. for \$134.50 per share in cash, representing a \$9.2 billion valuation. The transaction requires regulatory and shareholder approvals and is expected to close in the first half of 2018.

PAREXEL International Corp. (0.3%) (PRXL – \$88.08 – NASDAQ) is a Waltham, Massachusetts based contract research organization catering to the pharmaceutical industry. On June 20, 2017, PAREXEL agreed to be acquired by Pamplona Capital Management, LLP for \$88.10 per share in cash, or \$4.6 billion. The transaction is subject to regulatory and shareholder approval, and is expected to close early in the fourth quarter of 2017.

October 23, 2017

Top Ten Holdings (Percent of Net Assets)
September 30, 2017

Kite Pharma Inc	4.0%	Time Warner Inc	1.3%
Lennar Corp	2.2%	Cr Bard Inc	1.1%
Dowdupont Inc	1.9%	Abertis Infraestructuras Sa	1.1%
Westar Energy Inc	1.7%	Calgon Carbon Corp	1.0%
Parmalat Spa	1.4%	Level 3 Communications Inc	1.0%

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
- Investment accounts must be registered in the beneficial owner's name; 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.

This page was intentionally left blank.

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. mutual 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. Ms. Pitaro holds an M.B.A. 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 specific to our U.S. mutual 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.

Geoffrey P. Astle is involved in the analytics and foreign and domestic trading for the Gabelli merger arbitrage portfolios, specific to our U.S. mutual 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

One Corporate Center
Rye, NY 10580-1422

t 800-GABELLI (800-422-3554)

f 914-921-5118

e info@gabelli.com

GABELLI.COM

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, MD
Former Medical Director,
Lawrence Hospital

OFFICERS

Bruce N. Alpert
President

John C. Ball
Treasurer

Andrea R. Mango
Secretary

Agnes Mullady
Vice President

Richard J. Walz
Chief Compliance Officer

DISTRIBUTOR

G.distributors, LLC

CUSTODIAN, TRANSFER AGENT, AND DIVIDEND DISBURSING AGENT

State Street Bank and Trust
Company

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, 2017

The Gabelli ABC Fund

Third Quarter Report September 30, 2017

(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.



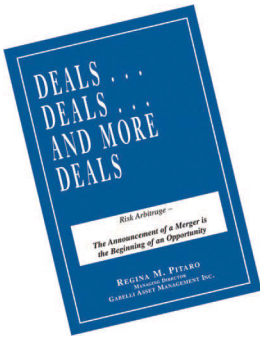
Regina M. Pitaro
Managing Director
Ms. Pitaro is a graduate of Columbia Business School, Loyola University of Chicago and Fordham University.



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, 2017, the net asset value (“NAV”) per Class AAA Share of The Gabelli ABC Fund increased 0.4% compared with an increase of 0.6% for the Standard & Poor’s (“S&P”) Long-Only Merger Arbitrage Index. The performance of the Bank of America Merrill Lynch 3 Month U.S. Treasury Bill Index for the period was 0.3%. See page 2 for additional performance information.

Enclosed is the schedule of investments as of September 30, 2017.

Comparative Results

Average Annual Returns through September 30, 2017 (a) (Unaudited)						Since Inception (5/14/93)
	Quarter	1 Year	5 Year	10 Year	15 Year	
AAA Shares (GABCX)	0.39%	2.57%	2.99%	2.84%	3.89%	5.69%
Advisor Shares (GADVX)	0.39	2.35	2.72	2.58	3.71	5.58
S&P Long-Only Merger Arbitrage Index	0.64	4.40	4.54	N/A(b)	N/A(b)	N/A(b)
Lipper U.S. Treasury Money Market Fund Average	0.14	0.29	0.07	0.26	0.93	2.17(c)
Bank of America Merrill Lynch 3 Month U.S. Treasury Bill Index	0.26	0.66	0.22	0.47	1.29	2.62
S&P 500 Index	4.48	18.61	14.22	7.44	10.04	9.56(c)

In the current prospectuses dated April 28, 2017, the expense ratios for Class AAA and the Advisor Class Shares are 0.60% and 0.85%, 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 after 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 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 is January 17, 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.

The Gabelli ABC Fund

Schedule of Investments — September 30, 2017 (Unaudited)

Shares		Market Value	Shares		Market Value
COMMON STOCKS — 34.0%					
Aerospace — 0.7%					
75,100	Orbital ATK Inc.	\$ 10,000,316	64,000	Exa Corp.†	\$ 1,547,520
2,000	Rockwell Collins Inc.	261,420	52,000	iGO Inc.†	148,080
		<u>10,261,736</u>	4,000	InterXion Holding NV†	203,720
			210,000	Silver Spring Networks Inc.†	3,395,700
			200	Synchronoss Technologies Inc.†	1,866
					<u>7,638,784</u>
Automotive: Parts and Accessories — 0.3%					
413,000	Federal-Mogul Holdings Corp.†(a)	4,130,000	Consumer Products — 0.1%		
Aviation: Parts and Services — 0.1%					
65,000	Arconic Inc.	1,617,200	100	Accell Group	3,091
Broadcasting — 0.3%					
8,000	Cogeco Inc.	524,977	100,000	Avon Products Inc.†	233,000
15,000	MSG Networks Inc., Cl. A†	318,000	18,000	Bang & Olufsen A/S†	388,803
80,000	Tribune Media Co., Cl. A	3,268,800	20,000	Edgewell Personal Care Co.†	1,455,400
		<u>4,111,777</u>			<u>2,080,294</u>
Building and Construction — 2.5%					
3,000	ASH Grove Cement Co.	1,530,000	1,000	Liberty Interactive Corp. QVC Group, Cl. A†	23,570
38,000	Johnson Controls International plc	1,531,020	5,000	Diversified Industrial — 0.3%	
705,000	Lennar Corp., Cl. B	31,781,400	150,000	Fortune Brands Home & Security Inc.	336,150
48,000	Norbord Inc., Toronto	1,827,674	9,500	Haldex AB†	1,855,456
9,000	Polaris Materials Corp.†	24,236	30,000	Handy & Harman Ltd.†	309,225
		<u>36,694,330</u>	40,000	Katy Industries Inc.†(a)	389
			10,400	Myers Industries Inc.	838,000
			10,000	SLM Solutions Group AG†	437,584
				Wartsila OYJ Abp	707,954
					<u>4,484,758</u>
Business Services — 0.4%					
100,000	Diebold Nixdorf Inc.	2,285,000	Electronics — 1.0%		
52,628	exactEarth Ltd.†	45,974	290,600	Axis Communications AB	12,109,374
500,000	Gerber Scientific Inc., Escrow†(a)	0	72,000	Hitachi Kokusai Electric Inc.	1,970,762
20,000	GrainCorp Ltd., Cl. A	128,014			<u>14,080,136</u>
33,000	Landauer Inc.	2,220,900	Energy and Utilities — 3.0%		
5,000	LSC Communications Inc.	82,550	64,800	Alerion Cleanpower SpA	230,526
6,200	MaxPoint Interactive Inc.†	86,118	800,000	Alvopetro Energy Ltd., Toronto†	141,054
42,000	RR Donnelley & Sons Co.	432,600	40,000	Anadarko Petroleum Corp.	1,954,000
500	SAVE SpA	12,404	11,500	Apache Corp.	526,700
		<u>5,293,560</u>	36,000	Avangrid Inc.	1,707,120
			1,000	Avista Corp.	51,770
Cable and Satellite — 1.3%					
1,000	AMC Networks Inc., Cl. A†	58,470	133,000	Calpine Corp.†	1,961,750
12,500	Charter Communications Inc., Cl. A†	4,542,750	20,000	Endesa SA	450,892
55,000	Liberty Global plc, Cl. A†	1,865,050	1,000	Enduro Royalty Trust	4,350
105,000	Liberty Global plc, Cl. C†	3,433,500	1,000	Etablissements Maurel et Prom†	4,444
8,020	Liberty Global plc LiLAC, Cl. A†	190,555	500,000	Gulf Coast Ultra Deep Royalty Trust†	22,500
40,000	Liberty Global plc LiLAC, Cl. C†	932,000	4,500	Hess Corp.	211,005
680,000	Sky plc	8,337,465	60,000	National Fuel Gas Co.	3,396,600
		<u>19,359,790</u>	88,000	Noble Energy Inc.	2,495,680
			125,000	Severn Trent plc	3,639,768
Computer Hardware — 0.8%					
935,000	Brocade Communications Systems Inc.	11,173,250	10,000	TerraForm Global Inc., Cl. A†	47,500
Computer Software and Services — 0.5%					
31,800	Affecto OYJ	169,881	450,000	Weatherford International plc†	2,061,000
32,000	Dalenyst†	319,697	505,000	Westar Energy Inc.	25,048,000
130,000	Digi International Inc.†	1,378,000	2,000	WGL Holdings Inc.	168,400
22,000	Donnelley Financial Solutions, Inc.†	474,320			<u>44,123,059</u>

See accompanying notes to schedule of investments.

The Gabelli ABC Fund

Schedule of Investments (Continued) — September 30, 2017 (Unaudited)

Shares		Market Value	Shares		Market Value
	COMMON STOCKS (Continued)				
	Entertainment — 1.4%		20,000	Endo International plc†	\$ 171,300
			2,000	ICU Medical Inc.†	371,700
13,000	Discovery Communications Inc., Cl. A†	\$ 276,770	160,941	Idorsia Ltd.†	2,875,282
13,000	Discovery Communications Inc., Cl. C†	263,380	400	Illumina Inc.†	79,680
6,000	Liberty Media Corp.- Liberty Braves, Cl. A†	152,220	3,300	Incyte Corp.†	385,242
10,000	Scripps Networks Interactive Inc., Cl. A	858,900	323,000	Kite Pharma Inc.†	58,078,630
2,000	The Madison Square Garden Co, Cl. A†	428,200	37,000	McKesson Europe AG	1,147,914
188,000	Time Warner Inc.	19,260,600	5,000	Mylan NV†	156,850
		<u>21,240,070</u>	433,000	Myrexis Inc.†	13,769
			5,605	Neuroderm Ltd.†	218,035
	Financial Services — 2.2%		1,000	NxStage Medical Inc.†	27,600
7,000	Alimco Financial Corp.†	85,260	41,000	PAREXEL International Corp.†	3,611,280
72,000	AllianceBernstein Holding LP	1,749,600	3,500	Perrigo Co. plc	296,275
330,000	Astoria Financial Corp.†	7,095,000	70,000	PharMerica Corp.†	2,051,000
56,436	Bankrate Inc.†	787,282	2,000	SciClone Pharmaceuticals Inc.†	22,400
40,422	CoBiz Financial Inc.	793,888	38,000	VWR Corp.†	1,258,180
20,000	Fidelity & Guaranty Life	621,000	6,000	Zimmer Biomet Holdings Inc.	702,540
1,166,432	Fortress Investment Group LLC, Cl. A	9,296,463			<u>106,180,670</u>
40,000	Kinnevik AB, Cl. A	1,414,382			
60,000	KKR & Co. LP	1,219,800			
1,000	Mastercard Inc., Cl. A	141,200	30,000	Hotels and Gaming — 0.3%	
55,000	MoneyGram International Inc.†	886,050	11,500	Belmond Ltd., Cl. A†	409,500
32,000	Navient Corp.	480,640	712,000	Eldorado Resorts Inc.†	294,975
270,000	Nets A/S†	6,989,875	25,000	NYX Gaming Group Ltd.†	1,346,680
32,500	Nordnet AB, Cl. B†(a)	151,629		Ryman Hospitality Properties Inc.	1,562,250
500	Novae Group plc†	4,784			<u>3,613,405</u>
10,000	Oritani Financial Corp.	168,000			
100	Patriot National Inc.†	135	28,000	Machinery — 0.3%	
2,200	Topdanmark A/S†	86,550	140,000	Astec Industries Inc.	1,568,280
18,000	Waddell & Reed Financial Inc., Cl. A	361,260	45,000	CNH Industrial NV	1,681,400
800	Wolverine Bancorp Inc.	34,400	18,000	CNH Industrial NV, Borsa Italiana	540,362
234,000	Wright Investors' Service Holdings Inc.†	87,750		Xylem Inc.	1,127,340
		<u>32,454,948</u>			<u>4,917,382</u>
	Food and Beverage — 2.4%		24,000	Metals and Mining — 0.5%	
109,650	Bob Evans Farms Inc.	8,498,971	42,000	Alamos Gold Inc., Cl. A	162,240
5,610,000	Parmalat SpA	20,554,308	35,000	Ampco-Pittsburgh Corp.	730,800
5,000	Pernod Ricard SA	691,703	170,000	Dominion Diamond Corp.	496,300
4,750,000	Premier Foods plc†	2,673,295	42,000	Freeport-McMoRan Inc.†	2,386,800
24,000	Remy Cointreau SA	2,842,217	12,000	Newmont Mining Corp.	1,575,420
9,718	Snyder's-Lance Inc.	370,645	10,500	Pan American Silver Corp.	204,368
2,000	The Hershey Co.	218,340	72,000	Vulcan Materials Co.	1,255,800
		<u>35,849,479</u>		Whiting Petroleum Corp.†	393,120
					<u>7,204,848</u>
	Health Care — 7.2%		142,300	Paper and Forest Products — 0.0%	
35,000	Akorn Inc.†	1,161,650		Tembec Inc.†	522,327
200,000	Alere Inc.†	10,198,000			
18,700	Allergan plc	3,832,565	5,000	Publishing — 0.2%	
95,000	AstraZeneca plc, ADR	3,218,600	14,000	Meredith Corp.	277,500
800	Bio-Rad Laboratories Inc., Cl. A†	177,776	130,000	Telegraaf Media Groep NV†	91,006
28,800	Cadus Corp.†	35,712	6,000	The E.W. Scripps Co., Cl. A†	2,484,300
50,000	CR Bard Inc.	16,025,000		tronc Inc.†	87,180
11,000	Depomed Inc.†	63,690			<u>2,939,986</u>

See accompanying notes to schedule of investments.

The Gabelli ABC Fund

Schedule of Investments (Continued) — September 30, 2017 (Unaudited)

Shares		Market Value	Shares		Market Value
COMMON STOCKS (Continued)			Wireless Communications — 0.6%		
Real Estate — 0.1%			Blackberry Ltd.†		
63,200	Forestar Group Inc.†(a)	\$ 1,087,040	10,000		\$ 111,800
Real Estate Investment Trusts — 0.1%			1,000	DGC One AB†(a)	30,694
500	American Tower Corp.	68,340	122,000	Millicom International Cellular SA, SDR	8,051,050
3,600	Eurosic	216,953	7,500	T-Mobile US Inc.†	462,450
500	First Potomac Realty Trust†	5,570	13,000	United States Cellular Corp.†	460,200
21,000	Parkway Inc.	483,630			<u>9,116,194</u>
		<u>774,493</u>		TOTAL COMMON STOCKS	<u>501,119,806</u>
Retail — 0.3%			CLOSED-END FUNDS — 0.0%		
327,000	Jimmy Choo plc†	1,005,621	2,000	Altaba Inc.†	132,480
22,000	Macy's Inc.	480,040	PREFERRED STOCKS — 0.0%		
1,500	Neff Corp., Cl. A†	37,500	Financial Services — 0.0%		
1,515,000	Rite Aid Corp.†	2,969,400	9,968	Steel Partners Holdings LP, 6.000%, 02/07/26	219,296
		<u>4,492,561</u>	Telecommunications — 0.0%		
Semiconductors — 0.4%			3,000	Cincinnati Bell Inc., 6.750%, Ser. B	151,170
125,000	AIXTRON SE†	1,682,721	TOTAL PREFERRED STOCKS		
100,000	IXYS Corp.†	2,370,000			<u>370,466</u>
900	MoSys Inc.†	859	RIGHTS — 0.2%		
17,000	NXP Semiconductors NV†	1,922,530	Entertainment — 0.0%		
		<u>5,976,110</u>	201,000	Media General Inc., expire 12/31/17†(a)	0
Specialty Chemicals — 3.1%			Health Care — 0.1%		
675,400	Calgon Carbon Corp.	14,453,560	110,600	Adolor Corp., CPR, expire 07/01/19†(a)	28,756
384,600	DowDuPont Inc.	26,625,858	187,969	Ambit Biosciences Corp., CVR†(a)	112,781
4,500	International Flavors & Fragrances Inc.	643,095	135,000	American Medical Alert Corp., CPR†(a)	1,350
6,000	Linde AG	1,251,271	54,000	Chelsea Therapeutics International Ltd., CVR†(a)	0
12,000	Monsanto Co.	1,437,840	5,000	Community Health Systems Inc., CVR†	58
50,000	SGL Carbon SE†	845,349	795,000	Dyax Corp., CVR, expire 12/31/19†(a)	882,450
38,057	Valvoline Inc.	892,437	640,000	Innocoll, CVR†(a)	384,000
		<u>46,149,410</u>	100	Omthera Pharmaceuticals Inc., expire 12/31/20†(a)	60
Telecommunications — 2.5%			400,000	Sanofi, CVR, expire 12/31/20†	144,000
300,000	Asia Satellite Telecommunications Holdings Ltd.	281,888	739,500	Synergetics USA Inc., CVR†(a)	73,950
14,000	Harris Corp.	1,843,520	825,000	Teva Pharmaceutical Industries Ltd., CCCP, expire 02/20/23†(a)	0
130,000	Koninklijke KPN NV	446,342	12,000	Tobira Therapeutics Inc.†(a)	720
260,000	Level 3 Communications Inc.†	13,855,400			<u>1,628,125</u>
14,000	Lumos Networks Corp.†	250,880	Retail — 0.1%		
100,000	Pharol SGPS SA†	44,203	Safeway Casa Ley, CVR, expire 01/30/19†		
620,000	Sprint Corp.†	4,823,600	950,000		508,250
2,500	Straight Path Communications Inc., Cl. B†	451,675	950,000	Safeway PDC, CVR, expire 01/30/18†	14,250
88,000	Telenet Group Holding NV†	5,822,291			<u>522,500</u>
400,000	West Corp.	9,388,000	TOTAL RIGHTS		
		<u>37,207,799</u>			<u>2,150,625</u>
Transportation — 1.1%			WARRANTS — 0.0%		
775,000	Abertis Infraestructuras SA	15,663,042	Metals and Mining — 0.0%		
2,500	XPO Logistics Europe SA†	657,798	2,550	Hudbay Minerals Inc., expire 07/20/18†	715
		<u>16,320,840</u>			

See accompanying notes to schedule of investments.

The Gabelli ABC Fund

Schedule of Investments (Continued) — September 30, 2017 (Unaudited)

As of September 30, 2017, forward foreign exchange contracts outstanding were as follows:

Currency Purchased	Currency Sold	Counterparty	Settlement Date	Unrealized Appreciation/ (Depreciation)
USD 16,097,340	GBP 12,000,000	State Street Bank and Trust Co.	10/27/17	\$ 2,272
USD 52,959,600	EUR 45,000,000	State Street Bank and Trust Co.	10/27/17	(307,866)
TOTAL FORWARD FOREIGN EXCHANGE CONTRACTS				<u><u>\$(305,594)</u></u>

As of September 30, 2017, 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 Appreciation
Premier Foods plc	Premier Foods plc	The Goldman Sachs Group, Inc.	1 month	04/02/2018	\$928,922	\$22,208	—	\$22,208
TOTAL EQUITY CONTRACT FOR DIFFERENCE SWAP AGREEMENT								<u><u>\$22,208</u></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, 2017 is as follows:

	Valuation Inputs			Total Market Value at 9/30/17
	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	\$ 5,293,560	—	0	5,293,560
Diversified Industrial	4,484,369	—	389	4,484,758
Financial Services	32,130,309	\$ 173,010	151,629	32,454,948
Real Estate	—	—	1,087,040	1,087,040
Transportation	15,663,042	657,798	—	16,320,840
Wireless Communications	9,085,500	—	30,694	9,116,194
Other Industries (a)	428,232,466	—	—	428,232,466
Total Common Stocks	494,889,246	830,808	5,399,752	501,119,806
Closed-End Funds	132,480	—	—	132,480
Preferred Stocks (a)	370,466	—	—	370,466
Rights (a)	144,058	522,500	1,484,067	2,150,625
Warrants (a)	715	—	—	715
Convertible Corporate Bonds (a)	—	512,859	0	512,859
Corporate Bonds (a)	—	—	27,950	27,950
U.S. Government Obligations	—	968,154,369	—	968,154,369
TOTAL INVESTMENTS IN SECURITIES – ASSETS	\$495,536,965	\$970,020,536	\$6,911,769	\$1,472,469,270
LIABILITIES (Market Value):				
Securities Sold Short (a)	\$ (59,200,882)	—	—	\$ (59,200,882)
TOTAL INVESTMENTS IN SECURITIES - LIABILITIES	\$ (59,200,882)	—	—	\$ (59,200,882)
OTHER FINANCIAL INSTRUMENTS:*				
ASSETS (Unrealized Appreciation):				
EQUITY CONTRACTS				
Contract for Difference Swap Agreements	—	\$ 22,208	—	\$ 22,208
FORWARD CURRENCY EXCHANGE CONTRACTS				
Forward Foreign Exchange Contracts	—	2,272	—	2,272
LIABILITIES (Unrealized Depreciation):				
FORWARD CURRENCY EXCHANGE CONTRACTS				
Forward Foreign Exchange Contracts	—	(307,866)	—	(307,866)
TOTAL OTHER FINANCIAL INSTRUMENTS:	—	\$ (283,386)	—	\$ (283,386)

(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

The Gabelli ABC Fund

Notes to Schedule of Investments (Unaudited) (Continued)

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.

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, 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, 2017, 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.

The Gabelli ABC Fund

Notes to Schedule of Investments (Unaudited) (Continued)

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 will not be as favorable as on the expiring transaction. Equity contract for difference swap agreements at September 30, 2017 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, 2017 are presented within the Schedule of Investments.

The following table summarizes the net unrealized appreciation/(depreciation) of derivatives held at September 30, 2017 by primary risk exposure:

Asset Derivatives:	Net Unrealized Appreciation/ (Depreciation)
Equity Contract for Difference Swap Agreements	\$ 22,208
Forward Foreign Exchange Contracts	2,272
Total	<u>\$ 24,480</u>
Liability Derivatives:	
Forward Foreign Exchange Contracts	<u>\$(307,866)</u>

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, 2017 are reflected within the Schedule of Investments.

The Gabelli ABC Fund

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 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 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, 2017 the Fund did not hold restricted securities.

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

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

THE GABELLI ABC FUND

One Corporate Center
Rye, New York 10580-1422

t 800-GABELLI (800-422-3554)

f 914-921-5118

e info@gabelli.com

GABELLI.COM

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, MD
Former Medical Director,
Lawrence Hospital

OFFICERS

Bruce N. Alpert
President

Agnes Mullady
Vice President

Andrea R. Mango
Secretary

John C. Ball
Treasurer

Richard J. Walz
Chief Compliance
Officer

DISTRIBUTOR

G.distributors, LLC

CUSTODIAN, TRANSFER AGENT, AND DIVIDEND DISBURSING AGENT

State Street Bank and Trust
Company

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.

GAB408Q317QR



GABELLI
FUNDS

THE GABELLI ABC FUND

*Third Quarter Report
September 30, 2017*

