

Gabelli Enterprise Mergers and Acquisitions Fund

Semiannual Report

April 30, 2021

To Our Shareholders,

For the six months ended April 30, 2021, the net asset value (NAV) total return per Class A Share of the Gabelli Enterprise Mergers and Acquisitions Fund was 19.0% compared with a total return of 28.9% for the Standard & Poor's (S&P) 500 Index. The performance of the ICE Bank of America 3 Month U.S. Treasury Bill Index for the six months ended April 30, 2021 was 0.1%. Other classes of shares are available. See page 2 for additional performance information for all classes.

Enclosed are the financial statements, including the schedule of investments as of April 30, 2021.

As permitted by regulations adopted by the Securities and Exchange Commission, paper copies of the Fund's annual and semiannual shareholder reports will no longer be sent by mail, unless you specifically request paper copies of the reports. Instead, the reports will be made available on the Fund's website (www.gabelli.com), and you will be notified by mail each time a report is posted and provided with a website link to access the report. If you already elected to receive shareholder reports electronically, you will not be affected by this change and you need not take any action. To elect to receive all future reports on paper free of charge, please contact your financial intermediary, or, if you invest directly with the Fund, you may call 800-422-3554 or send an email request to info@gabelli.com.

Comparative Results

Average Annual Returns through April 30, 2021 (a)(b) (Unaudited)

	Six Months	1 Year	5 Year	10 Year	15 Year	Since Inception (2/28/01)
Class A (EMAAX)	18.95%	28.73%	5.62%	4.83%	4.14%	4.66%
With sales charge (c)	12.11	21.33	4.38	4.21	3.73	4.36
Class AAA (EAAAX) (d)	18.94	28.82	5.80	5.04	4.28	4.77
Class C (EMACX)	18.54	27.88	5.03	4.26	3.56	4.08
With contingent deferred sales charge (e)	17.54	26.88	5.03	4.26	3.56	4.08
Class Y (EMAYX) (f)	19.32	29.38	6.12	5.32	4.61	5.14
S&P 500 Index (g)	28.85	45.98	17.42	14.17	10.30	8.33
Lipper U.S. Treasury Money Market Fund Average (f)	0.01	0.03	0.83	0.42	0.85	1.06
ICE Bank of America 3 Month U.S. Treasury Bill Index (f)	0.05	0.11	1.18	0.63	1.14	1.44

Total returns and average annual returns reflect changes in share price, reinvestment of distributions, and are net of expenses. Performance for periods of less than one year is not annualized.

- (a) The Fund's fiscal year ends on October 31.
- (b) The Fund imposes a 2% redemption fee on shares sold or exchanged within seven days of purchase.
- (c) Performance results include the effect of the maximum 5.75% sales charge at the beginning of the period.
- (d) The Class A Share NAVs are used to calculate the performance for the periods prior to the issuance of Class AAA Shares on February 26, 2010. The actual performance of the Class AAA Shares would have been higher due to lower expenses associated with Class AAA Shares.
- (e) Assuming payment of the 1% maximum contingent deferred sales charge imposed on redemptions made within one year of purchase.
- (f) The performance of the Class Y Shares would have been lower had the Adviser not reimbursed the expenses of this Class of Shares since February 26, 2021.
- (g) The S&P 500 Index is a market capitalization weighted index of 500 large capitalization stocks commonly used to represent the U.S. equity market. The Lipper U.S. Treasury Money Market Fund Average reflects the average performance of mutual funds classified in this particular category. The ICE Bank of America 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. Dividends are considered reinvested except for the ICE Bank of America 3 Month U.S. Treasury Bill Index. You cannot invest directly in an index.

In the current prospectuses dated February 26, 2021, the Fund's gross expense ratios are 1.73%, 1.73%, 2.48%, and 1.48% for the Class AAA, A, C, and Y Shares, respectively and the net expense ratios for these share classes after contractual reimbursements by Gabelli Funds, LLC (the "Adviser") are 1.73%, 1.73%, 2.48% and 1.00%, respectively. See page 11 for the expense ratios for the six months ended April 30, 2021. The contractual reimbursement is in effect through September 30, 2021. Class AAA and Class Y Shares have no sales charge. The maximum sales charge for Class A Shares, and Class C Shares is 5.75% and 1.00%, respectively.

Returns represent past performance and do not guarantee future results. 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.

Gabelli Enterprise Mergers and Acquisitions Fund

Disclosure of Fund Expenses (Unaudited)

For the Six Month Period from November 1, 2020 through April 30, 2021

Expense Table

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

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

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

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

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

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

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

	Beginning Account Value 11/01/20	Ending Account Value 04/30/21	Annualized Expense Ratio	Expenses Paid During Period*
Gabelli Enterprise Mergers and Acquisitions Fund				
Actual Fund Return				
Class AAA	\$1,000.00	\$1,189.40	1.71%	\$ 9.28
Class A	\$1,000.00	\$1,189.50	1.71%	\$ 9.28
Class C	\$1,000.00	\$1,185.40	2.46%	\$13.33
Class Y	\$1,000.00	\$1,193.20	1.04%	\$ 5.66
Hypothetical 5% Return				
Class AAA	\$1,000.00	\$1,016.31	1.71%	\$ 8.55
Class A	\$1,000.00	\$1,016.31	1.71%	\$ 8.55
Class C	\$1,000.00	\$1,012.60	2.46%	\$12.28
Class Y	\$1,000.00	\$1,019.64	1.04%	\$ 5.21

* Expenses are equal to the Fund's annualized expense ratio for the last six months multiplied by the average account value over the period, multiplied by the number of days in the most recent fiscal half year (181 days), then divided by 366.

Summary of Portfolio Holdings (Unaudited)

The following table presents portfolio holdings as a percent of net assets as of April 30, 2021:

Gabelli Enterprise Mergers and Acquisitions Fund

Long Positions

U.S. Government Obligations	16.7%
Energy and Utilities	7.2%
Financial Services	7.0%
Health Care	5.7%
Building and Construction	5.2%
Diversified Industrial	5.2%
Transportation	4.9%
Computer Software and Services	4.7%
Wireless Communications	4.7%
Cable and Satellite	4.4%
Telecommunications	4.4%
Media	3.5%
Entertainment	3.4%
Communications Equipment	3.1%
Aerospace and Defense	2.4%
Business Services	2.4%
Hotels and Gaming	2.2%
Machinery	2.1%
Retail	1.7%

Semiconductors	1.6%
Metals and Mining	1.4%
Specialty Chemicals	1.3%
Consumer Products	1.2%
Food and Beverage	0.9%
Consumer Services	0.7%
Closed-End Funds	0.5%
Containers and Packaging	0.4%
Real Estate	0.4%
Electronics	0.3%
Automotive: Parts and Accessories	0.2%
Materials	0.2%
Other Assets and Liabilities (Net)	2.1%

Short Positions

Financial Services	(1.4)%
Semiconductors	(0.6)%
Transportation	(0.1)%
	<u>100.0%</u>

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

Proxy Voting

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

Gabelli Enterprise Mergers and Acquisitions Fund

Schedule of Investments — April 30, 2021 (Unaudited)

Shares	Cost	Market Value	Shares	Cost	Market Value
COMMON STOCKS — 82.3%			400		
Aerospace and Defense — 2.4%					
6,000	Aerjet Rocketdyne Holdings Inc. \$	309,503 \$ 280,320		Slack Technologies Inc., Cl. A†	\$ 16,956 \$ 16,960
18,000	Kaman Corp.	682,781 960,300			<u>2,504,961</u> <u>2,710,835</u>
4,000	L3Harris Technologies Inc.	760,785 836,920	9,000	Computer Software and Services — 4.7%	
		<u>1,753,069</u> <u>2,077,540</u>	5,000	Change Healthcare Inc.†	211,479 206,550
Automotive: Parts and Accessories — 0.2%			30,000	Fiserv Inc.†	410,594 600,600
15,000	Haldex AB†	160,724 101,175	9,000	Perspecta Inc.	871,140 878,100
7,800	Tenneco Inc., Cl. A†	24,840 78,546	1,000	Proofpoint Inc.†	1,556,893 1,548,990
		<u>185,564</u> <u>179,721</u>	9,000	Rockwell Automation Inc.	184,999 264,260
Building and Construction — 5.2%				Talend SA, ADR†	586,670 579,690
16,000	Armstrong Flooring Inc.†	43,291 83,040			<u>3,821,775</u> <u>4,078,190</u>
10,000	Carrier Global Corp.	144,777 435,800	35,000	Consumer Products — 1.2%	
42,000	Griffon Corp.	357,000 1,139,040	5,000	Asaleo Care Ltd.	38,997 38,017
2,000	Hinokiya Group Co. Ltd.	37,482 46,464	10,000	Bang & Olufsen A/S†	13,540 26,563
1,000	Huttig Building Products Inc.†	2,440 4,010	30,000	Dorel Industries Inc., Cl. B†	109,772 100,395
11,000	Nobility Homes Inc.	154,848 369,875	5,000	Euskaltel SA	392,668 398,907
10,000	Skyline Champion Corp.†	47,110 444,300	3,000	Hunter Douglas NV†	392,937 408,765
11,000	Vulcan Materials Co.	432,608 1,960,640		Knoll Inc.	69,316 71,700
		<u>1,219,556</u> <u>4,483,169</u>			<u>1,017,230</u> <u>1,044,347</u>
Business Services — 2.4%			1,000	Consumer Services — 0.7%	
300,000	Clear Channel Outdoor Holdings Inc.†	925,823 753,000	3,000	Devoteam SA†	110,666 132,247
2,000	eWork Group AB	16,512 22,444	38,000	Entain plc†	56,739 70,081
8,100	Fly Leasing Ltd., ADR†	136,728 137,052	3,000	MoneyGram International Inc.†	281,703 262,200
5,000	General Finance Corp.†	94,750 94,900		Rollins Inc.	2,672 111,840
1,500	IHS Markit Ltd.	141,605 161,370			<u>451,780</u> <u>576,368</u>
4,000	Infront ASA†	17,058 18,789	5,000	Containers and Packaging — 0.4%	
18,500	Leaf Group Ltd.†	163,582 163,910	1,000	Greif Inc., Cl. A	210,438 302,550
2,000	MDC Partners Inc., Cl. A†	4,570 8,920		Greif Inc., Cl. B	37,738 59,810
7,000	WPP AUNZ Ltd.	3,695 2,933			<u>248,176</u> <u>362,360</u>
2,000	XPO Logistics Europe SA†	484,562 702,114		Diversified Industrial — 5.2%	
		<u>1,988,885</u> <u>2,065,432</u>	1,000	Aegion Corp.†	26,020 30,100
Cable and Satellite — 4.4%			2,500	Forterra Inc.†	57,643 58,650
26,000	DISH Network Corp., Cl. A†	601,410 1,164,540	8,000	Hexcel Corp.†	452,170 451,280
3,500	Liberty Broadband Corp., Cl. A† ...	15,669 551,845	11,800	Houston Wire & Cable Co.†	62,114 61,950
3,500	Liberty Broadband Corp., Cl. C† ...	94,710 569,520	160,000	Myers Industries Inc.	2,898,244 3,609,600
24,000	Liberty Global plc, Cl. A†	784,574 645,600	1,000	Coherent Inc.†	215,478 259,990
3,000	Liberty Media Corp. - Liberty Formula One, Cl. A†	7,487 124,260			<u>3,711,669</u> <u>4,471,570</u>
3,000	Liberty Media Corp. - Liberty Formula One, Cl. C†	9,444 140,820	4,000	Electronics — 0.3%	
20,000	Shaw Communications Inc., Cl. B. .	265,164 578,600		FLIR Systems Inc.	209,954 239,880
2,000	Shaw Communications Inc., Cl. B. .	55,213 57,926	400	Energy and Utilities — 7.2%	
		<u>1,833,671</u> <u>3,833,111</u>	6,000	Akasol AG†	60,375 57,612
Communications Equipment — 3.1%			400,000	Alerion Cleanpower SpA.	16,449 99,979
30,000	Digi International Inc.†	333,031 536,100	500	Alvopetro Energy Ltd.†	372,741 289,631
32,500	Nuance Communications Inc.†	1,723,263 1,728,025	2,000	Atlantic Power Corp.†	1,480 1,515
37,500	ORBCOMM Inc.†	431,711 429,750	7,000	Avangrid Inc.	77,500 101,800
			6,500	Avista Corp.	301,129 322,140
			36,000	Enable Midstream Partners LP.	38,325 48,035
			1,500	Endesa SA	997,783 946,123
				Energy Transfer LP	15,124 12,915

See accompanying notes to financial statements.

Gabelli Enterprise Mergers and Acquisitions Fund

Schedule of Investments (Continued) — April 30, 2021 (Unaudited)

Shares		Cost	Market Value	Shares		Cost	Market Value
	COMMON STOCKS (Continued)						
	Energy and Utilities (Continued)						
1,000	Etablissements Maurel et Prom			4,500	Flowers Foods Inc.	\$ 10,669	\$ 107,820
	SA†	\$ 4,222	\$ 2,318	12,000	GrainCorp Ltd., Cl. A	137,407	47,145
1,000	GasLog Ltd.	5,789	5,810	10,000	Primo Water Corp.	146,627	167,400
160,000	Gulf Coast Ultra Deep Royalty			14,000	United Malt Group Ltd.	29,008	49,287
	Trust	94,045	4,814			627,117	771,024
75,000	Hoegh LNG Holdings Ltd.†	205,120	210,836	1,000	Health Care — 5.6%		
4,800	Iberdrola SA	47,133	64,835	4,500	Alexion Pharmaceuticals Inc.†	157,745	168,680
4,000	KLX Energy Services Holdings			1,200	AstraZeneca plc, ADR	144,257	238,815
	Inc.†	21,729	30,840	2,000	Bio-Rad Laboratories Inc., Cl. A† ..	116,459	756,156
8,000	NorthWestern Corp.	221,528	544,240	7,000	Bridgebio Pharma Inc.†	98,125	111,840
30,000	Severn Trent plc.	833,209	1,026,258	7,000	Grifols SA, ADR	46,970	123,550
1,000	Southwest Gas Holdings Inc.	34,833	69,720	100	ICU Medical Inc.†	6,058	20,827
10,000	Tilt Renewables Ltd.	54,559	57,176	11,000	Idorsia Ltd.†	137,591	284,982
9,500	UGI Corp.	436,895	415,245	1,400	Illumina Inc.†	87,354	549,976
40,000	PNM Resources Inc.	1,969,869	1,974,400	5,500	Intersect ENT Inc.†	98,481	119,955
		5,809,837	6,286,242	7,500	Luminex Corp.	274,719	275,175
	Entertainment — 3.4%			6,000	Magellan Health Inc.†	563,727	565,200
10,000	Cherry AB, Cl. B†(a)	94,951	102,769	3,000	Perrigo Co. plc	133,446	124,890
3,600	Discovery Inc., Cl. A†	26,174	135,576	7,500	PPD Inc.†	344,136	346,500
10,800	Discovery Inc., Cl. C†	60,976	348,948	6,500	QIAGEN NV†	290,953	312,845
180,000	Dover Motorsports Inc.	667,976	403,200	6,000	Smith & Nephew plc, ADR	206,505	259,020
45,000	Fox Corp., Cl. B	1,785,870	1,637,100	45,000	Viatrix Inc.†	730,350	598,500
10,000	Liberty Media Corp.-					3,436,876	4,856,911
	Liberty Braves, Cl. A†	206,189	279,900	900	Hotels and Gaming — 2.2%		
		2,842,136	2,907,493	15,000	Churchill Downs Inc.	9,822	190,350
	Financial Services — 7.0%			675	Extended Stay America Inc.	293,620	298,350
1,958	Barings BDC Inc.	15,845	20,324	10,000	Flutter Entertainment plc†	59,467	138,340
26,500	Cardtronics plc, Cl. A†	1,019,195	1,029,260	8,000	Gamesys Group plc	267,952	267,233
7,000	Century Bancorp Inc., Cl. A	800,625	799,750	9,000	Great Canadian Gaming Corp.†	237,458	288,655
3,000	Cerved Group SpA†	34,147	35,184		Ryman Hospitality Properties Inc.,		
1,500	CoreLogic Inc.	118,278	119,550		REIT†	410,608	707,850
2,000	FBL Financial Group Inc., Cl. A	113,460	113,380			1,278,927	1,890,778
40,000	Navient Corp.	376,589	673,200	25,000	Machinery — 2.1%		
500	ProSight Global Inc.†	6,390	6,360	5,000	CFT SpA†	138,180	138,259
4,000	Protective Insurance Corp., Cl. B ..	91,798	92,000	35,000	CIRCOR International Inc.†	78,319	171,850
1,000	Standard AVB Financial Corp.	32,542	32,880	30,000	CNH Industrial NV	364,569	520,514
16,000	Sterling Bancorp	165,751	402,080	10,000	CNH Industrial NV, Borsa Italiana ..	272,653	445,200
15,000	Synovus Financial Corp.	596,662	702,900	5,000	Neles Oyj	137,060	145,653
200	The Hartford Financial Services			1,000	Otis Worldwide Corp.	281,405	389,350
	Group Inc.	13,562	13,192		Welbilt Inc.†	21,061	22,340
400	Topdanmark AS	11,380	19,530			1,293,247	1,833,166
40,000	Waddell & Reed Financial Inc.,			5,000	Materials — 0.2%		
	Cl. A	1,006,355	999,200		Tikkurila Oyj†	151,498	201,677
4,000	Willis Towers Watson plc	818,662	1,035,440	50,000	Media — 3.5%		
		5,221,241	6,094,230	40,000	Telenet Group Holding NV	2,268,581	2,141,207
	Food and Beverage — 0.9%				The E.W. Scripps Co., Cl. A	643,440	864,800
6,000	Campbell Soup Co.	202,409	286,500			2,912,021	3,006,007
11,000	Coca-Cola Amatil Ltd.	100,997	112,872	38,000	Metals and Mining — 1.0%		
					Alamos Gold Inc., Cl. A	478,500	304,000

See accompanying notes to financial statements.

Gabelli Enterprise Mergers and Acquisitions Fund

Schedule of Investments (Continued) — April 30, 2021 (Unaudited)

Shares		Cost	Market Value	Shares		Cost	Market Value
COMMON STOCKS (Continued)							
Metals and Mining (Continued)							
1,000	Battle North Gold Corp.†	\$ 2,081	\$ 2,132	2,375	DSV PANALPINA A/S	\$ 217,955	\$ 529,685
15,000	Pan American Silver Corp., Toronto	210,416	476,915	700	Kansas City Southern	176,862	204,547
25,000	Sierra Metals Inc.†	94,393	89,000	49,000	Navistar International Corp.†	1,010,155	2,168,250
		<u>785,390</u>	<u>872,047</u>			<u>2,716,302</u>	<u>4,249,602</u>
Real Estate — 0.4%				Wireless Communications — 4.7%			
4,000	Brookfield Property Partners LP	66,026	71,960	24,500	Boingo Wireless Inc.†	345,331	342,020
5,000	Corem Property Group AB, Cl. B	11,505	11,234	70,000	Lumen Technologies Inc.	1,146,944	898,100
4,878	Rayonier Inc., REIT	112,487	176,974	28,000	Millicom International Cellular SA, SDR†	1,329,855	1,108,020
1,000	S IMMO AG	22,816	25,969	380,321	NII Holdings Inc., Escrow†	855,722	825,297
33,000	Trinity Place Holdings Inc.†	118,800	64,020	6,500	Telephone and Data Systems Inc.	171,694	149,370
		<u>331,634</u>	<u>350,157</u>	22,000	United States Cellular Corp.†	940,891	750,860
Retail — 1.7%						<u>4,790,437</u>	<u>4,073,667</u>
4,000	SpartanNash Co.	52,262	77,480	TOTAL COMMON STOCKS			
40,000	Sportsman's Warehouse Holdings Inc.†	698,303	702,400			<u>58,346,868</u>	<u>71,373,664</u>
28,000	Village Super Market Inc., Cl. A	640,245	682,640	CLOSED-END FUNDS — 0.5%			
		<u>1,390,810</u>	<u>1,462,520</u>	30,000	Altaba Inc., Escrow†	308,124	436,500
Semiconductors — 1.6%				RIGHTS — 0.5%			
10,000	AIXTRON SE†	40,119	213,580	Health Care — 0.1%			
400	Dialog Semiconductor plc†	31,688	31,326	45,000	Achillion Pharmaceuticals Inc., CVR†	0	22,500
600	Siltronic AG	104,194	102,143	1,000	Alder BioPharmaceuticals Inc. – H. Lundbeck A/S, CVR†	0	1,000
2,400	Siltronic AG, Germany	416,775	404,533	13,000	Ambit Biosciences Corp., CVR†(a)	0	21,970
5,200	Xilinx Inc.	682,872	665,392	75,000	Innocoll, CVR†(a)	45,000	1
		<u>1,275,648</u>	<u>1,416,974</u>	14,000	Ipsen SA/Clementia, CVR†(a)	18,900	0
Specialty Chemicals — 1.3%				11,000	Ocera Therapeutics, CVR†(a)	2,970	1,870
12,000	GCP Applied Technologies Inc.†	283,774	308,280	2,000	Prevail Therapeutics Inc., CVR†(a)	0	1,000
15,000	SGL Carbon SE†	198,385	111,629	1,500	Stemline Therapeutics Inc., CVR†(a)	0	0
10,400	W R Grace & Co.	664,338	714,792	156,000	Teva Pharmaceutical Industries Ltd., CCCP, expire 02/20/23†(a)	74,375	0
		<u>1,146,497</u>	<u>1,134,701</u>	7,000	Tobira Therapeutics Inc., CVR†(a)	420	420
Telecommunications — 4.4%						<u>141,665</u>	<u>48,761</u>
48,000	Cincinnati Bell Inc.†	485,401	740,639	Media — 0.0%			
100	Gilat Satellite Networks Ltd.	955	1,004	40,000	Media General Inc., CVR†(a)	0	0
200,000	Koninklijke KPN NV	605,309	689,130	Metals and Mining — 0.4%			
14,000	Liberty Latin America Ltd., Cl. A†	213,669	194,390	400,000	Pan American Silver Corp., CVR†	92,000	352,000
16,456	Liberty Latin America Ltd., Cl. C†	209,886	229,561	TOTAL RIGHTS			
22,000	Loral Space & Communications Inc.	808,018	882,860			<u>233,665</u>	<u>400,761</u>
2,000	Orange Belgium SA	53,280	52,779	WARRANTS — 0.0%			
11,000	Parrot SA†	39,889	74,852	Business Services — 0.0%			
1,000	Rogers Communications Inc., Cl. B	2,955	49,230	6	Internap Corp., expire 05/08/24†	0	3,912
110,000	Sogou Inc., ADR†	971,598	929,500				
		<u>3,390,960</u>	<u>3,843,945</u>				
Transportation — 4.9%							
18,000	Cubic Corp.	1,311,330	1,347,120				

See accompanying notes to financial statements.

Gabelli Enterprise Mergers and Acquisitions Fund

Schedule of Investments (Continued) — April 30, 2021 (Unaudited)

<u>Principal Amount</u>	<u>Cost</u>	<u>Market Value</u>
U.S. GOVERNMENT OBLIGATIONS — 16.7%		
\$14,519,000 U.S. Treasury Bills, 0.004% to 0.060%††, 07/15/21 to 09/30/21(b)	\$ 14,517,835	\$14,518,624
TOTAL INVESTMENTS BEFORE SECURITIES SOLD SHORT		
— 100.0%	\$ 73,406,492	86,733,461
SECURITIES SOLD SHORT — (2.1)%		
(Proceeds received \$1,591,382)		(1,811,731)
Other Assets and Liabilities (Net) — 2.1%		1,781,944
NET ASSETS — 100.0%		\$86,703,674

- (a) Security is valued using significant unobservable inputs and is classified as Level 3 in the fair value hierarchy.
- (b) At April 30, 2021, \$3,100,000 of the principal amount was pledged as collateral for securities sold short.
- (c) At April 30, 2021, these proceeds were being held at Pershing LLC.
- † Non-income producing security.
- †† Represents annualized yields at dates of purchase.
- ADR American Depositary Receipt
- CCCP Contingent Cash Consideration Payment
- CVR Contingent Value Right
- REIT Real Estate Investment Trust
- SDR Swedish Depositary Receipt

<u>Shares</u>	<u>Proceeds</u>	<u>Market Value</u>
SECURITIES SOLD SHORT — (2.1)%		
Financial Services — (1.4)%		
4,320 Aon plc, Cl. A	\$ 861,683	\$ 1,086,220
250 S&P Global Inc.	84,385	97,599
	946,068	1,183,819
Semiconductors — (0.6)%		
6,203 Advanced Micro Devices Inc.	527,793	506,288
700 II-VI Inc.	46,137	46,998
	573,930	553,286
Transportation — (0.1)%		
200 Canadian Pacific Railway Ltd.	71,384	74,626
TOTAL SECURITIES SOLD SHORT(c)		
	\$ 1,591,382	\$ 1,811,731

See accompanying notes to financial statements.

Gabelli Enterprise Mergers and Acquisitions Fund

Statement of Assets and Liabilities April 30, 2021 (Unaudited)

Assets:	
Investments, at value (cost \$73,406,492)	\$86,733,461
Foreign currency, at value (cost \$572)	543
Deposit at brokers	1,946,783
Receivable for investments sold	747,528
Receivable for Fund shares sold	55,185
Receivable from Adviser	14,220
Dividends receivable	59,849
Prepaid expenses	38,098
Total Assets	<u>89,595,667</u>
Liabilities:	
Securities sold short, at value (proceeds \$1,591,382) ..	1,811,731
Payable to bank	698,456
Payable for investments purchased	73,024
Payable for Fund shares redeemed	89,768
Payable for investment advisory fees	65,824
Payable for distribution fees	13,824
Payable for accounting fees	7,500
Payable for chief compliance officer compensation ...	889
Dividends payable on securities sold short	2,203
Other accrued expenses	128,774
Total Liabilities	<u>2,891,993</u>
Net Assets (applicable to 5,231,343 shares outstanding)	<u>\$86,703,674</u>
Net Assets Consist of:	
Paid-in capital	\$73,350,791
Total accumulated loss	13,352,883
Net Assets	<u>\$86,703,674</u>
Shares of Capital Stock, each at \$0.001 par value:	
Class AAA:	
Net Asset Value, offering, and redemption price per share (\$6,047,787 ÷ 367,613 shares outstanding; 100,000,000 shares authorized)	<u>\$16.45</u>
Class A:	
Net Asset Value and redemption price per share (\$33,085,508 ÷ 2,051,053 shares outstanding; 200,000,000 shares authorized)	<u>\$16.13</u>
Maximum offering price per share (NAV ÷ 0.9425, based on maximum sales charge of 5.75% of the offering price)	<u>\$17.11</u>
Class C:	
Net Asset Value and offering price per share (\$7,278,644 ÷ 503,805 shares outstanding; 100,000,000 shares authorized)	<u>\$14.45(a)</u>
Class Y:	
Net Asset Value, offering, and redemption price per share (\$40,291,735 ÷ 2,308,872 shares outstanding; 100,000,000 shares authorized)	<u>\$17.45</u>

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

Statement of Operations For the Six Months Ended April 30, 2021 (Unaudited)

Investment Income:	
Dividends (net of foreign withholding taxes of \$26,588) .	\$ 553,294
Interest	7,229
Total Investment Income	<u>560,523</u>
Expenses:	
Investment advisory fees	395,494
Distribution fees - Class AAA	6,378
Distribution fees - Class A	38,818
Distribution fees - Class C	37,781
Shareholder services fees	34,336
Registration expenses	34,316
Directors' fees	32,728
Legal and audit fees	29,870
Shareholder communications expenses	28,992
Accounting fees	22,500
Custodian fees	11,357
Service fees for securities sold short (See Note 2)	9,493
Dividend expense on securities sold short	7,159
Chief compliance officer compensation	1,436
Interest expense	1,065
Miscellaneous expenses	10,437
Total Expenses	<u>702,160</u>
Less:	
Expense reimbursements (See Note 3)	(85,616)
Expenses paid indirectly by broker (See Note 6)	(1,118)
Total Credits and Reimbursements	<u>(86,734)</u>
Net Expenses	<u>615,426</u>
Net Investment Loss	<u>(54,903)</u>
Net Realized and Unrealized Gain/(Loss) on Investments, Securities Sold Short, Forward Foreign Exchange Contracts, and Foreign Currency:	
Net realized gain on investments	1,914,457
Net realized gain on securities sold short	73,743
Net realized gain on forward foreign exchange contracts	23,775
Net realized gain on foreign currency transactions	3,912
Net realized loss on investments, securities sold short, forward foreign exchange contracts, and foreign currency	2,015,887
Net change in unrealized appreciation/depreciation: on investments	13,206,408
on securities sold short	(287,109)
on forward foreign exchange contracts	(26,698)
on foreign currency translations	639
Net change in unrealized appreciation/depreciation on investments, securities sold short, forward foreign exchange contracts, and foreign currency translations	12,893,240
Net Realized and Unrealized Gain/(Loss) on Investments, Securities Sold Short, Forward Foreign Exchange Contracts, and Foreign Currency Translations	
Net Increase in Net Assets Resulting from Operations	<u>\$14,854,224</u>

See accompanying notes to financial statements.

Gabelli Enterprise Mergers and Acquisitions Fund

Statement of Changes in Net Assets

	Six Months Ended April 30, 2021 (Unaudited)	Year Ended October 31, 2020
Operations:		
Net investment loss	\$ (54,903)	\$ (36,927)
Net realized gain/(loss) on investments, securities sold short, forward foreign exchange contracts, and foreign currency transactions	2,015,887	(194,523)
Net change in unrealized appreciation/depreciation on investments, securities sold short, forward foreign exchange contracts, and foreign currency translations	<u>12,893,240</u>	<u>(5,351,280)</u>
Net Increase/(Decrease) in Net Assets Resulting from Operations	<u>14,854,224</u>	<u>(5,582,730)</u>
Distributions to Shareholders:		
Class AAA	—	(107,587)
Class A	—	(648,693)
Class C	—	(335,880)
Class Y	<u>(102,080)</u>	<u>(1,276,822)</u>
Total Distributions to Shareholders	<u>(102,080)</u>	<u>(2,368,982)</u>
Capital Share Transactions:		
Class AAA	613,859	(830,318)
Class A	(173,763)	(4,812,814)
Class C	(1,709,567)	(7,364,345)
Class Y	<u>(8,701,343)</u>	<u>(27,497,744)</u>
Net Decrease in Net Assets from Capital Share Transactions	<u>(9,970,814)</u>	<u>(40,505,221)</u>
Redemption Fees	<u>—</u>	<u>2</u>
Net Increase/(Decrease) in Net Assets	4,781,330	(48,456,931)
Net Assets:		
Beginning of year	<u>81,922,344</u>	<u>130,379,275</u>
End of period	<u><u>\$86,703,674</u></u>	<u><u>\$ 81,922,344</u></u>

See accompanying notes to financial statements.

Gabelli Enterprise Mergers and Acquisitions Fund

Financial Highlights

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

Year Ended October 31	Income (Loss) from Investment Operations				Distributions			Ratios to Average Net Assets/ Supplemental Data						
	Net Asset Value, Beginning of Year	Net Investment Income (Loss)(a)	Net Realized Gain (Loss) on Investments	Total Investment Operations	Net Investment Income	Net Realized Gain on Investments	Total Distributions	Redemption Fees (a)(b)	Net Asset Value, End of Period	Total Return†	Net Assets End of Period (in 000's)	Net Investment Income (Loss)	Operating Expenses (c)(d)	Portfolio Turnover Rate
Class AAA														
2021(e)	\$13.83	\$(0.03)	\$ 2.65	\$ 2.62	—	—	—	—	\$16.45	18.94%	\$ 6,048	(0.43)%	1.71%(f)(g)	94%
2020	14.47	(0.01)	(0.35)	(0.36)	—	—	—	\$0.00	13.83	(2.60)	4,565	(0.07)	1.73(g)	150
2019	14.75	0.01	0.47	0.48	\$(0.08)	\$(0.68)	(0.76)	0.00	14.47	3.54	5,697	0.06	1.50(g)	195
2018	14.96	0.12	(0.14)	(0.02)	—	(0.19)	(0.19)	0.00	14.75	(0.12)	6,974	0.80	1.50	159
2017	13.52	(0.04)	1.48	1.44	—	—	—	0.00	14.96	10.65	6,201	(0.28)	1.51	113
2016	13.31	0.01	0.20	0.21	—	—	—	0.00	13.52	1.58	4,069	0.07	1.52(g)(h)	151
Class A														
2021(e)	\$13.56	\$(0.03)	\$ 2.60	\$ 2.57	—	—	—	—	\$16.13	18.95%	\$33,085	(0.40)%	1.71%(f)(g)	94%
2020	14.22	(0.04)	(0.34)	(0.38)	—	—	—	\$0.00	13.56	(2.79)	27,976	(0.26)	1.91(g)	150
2019	14.49	(0.02)	0.47	0.45	\$(0.04)	(0.68)	(0.72)	0.00	14.22	3.39	34,529	(0.14)	1.70(g)	195
2018	14.73	0.07	(0.12)	(0.05)	—	(0.19)	(0.19)	0.00	14.49	(0.33)	37,070	0.51	1.70	159
2017	13.35	(0.07)	1.45	1.38	—	—	—	0.00	14.73	10.34	46,887	(0.46)	1.71	113
2016	13.17	(0.02)	0.20	0.18	—	—	—	0.00	13.35	1.37	48,770	(0.13)	1.72(g)(h)	151
Class C														
2021(e)	\$12.19	\$(0.08)	\$ 2.34	\$ 2.26	—	—	—	—	\$14.45	18.54%	\$ 7,279	(1.12)%	2.46%(f)(g)	94%
2020	12.88	(0.09)	(0.32)	(0.41)	—	—	—	\$0.00	12.19	(3.33)	7,683	(0.77)	2.48(g)	150
2019	13.22	(0.09)	0.43	0.34	—	(0.68)	(0.68)	0.00	12.88	2.86	16,154	(0.68)	2.25(g)	195
2018	13.53	(0.00)(b)	(0.12)	(0.12)	—	(0.19)	(0.19)	0.00	13.22	(0.88)	35,211	(0.01)	2.24	159
2017	12.33	(0.13)	1.33	1.20	—	—	—	0.00	13.53	9.73	38,628	(1.01)	2.26	113
2016	12.23	(0.08)	0.18	0.10	—	—	—	0.00	12.33	0.82	44,424	(0.67)	2.27(g)(h)	151
Class Y														
2021(e)	\$14.66	\$ 0.02	\$ 2.81	\$ 2.83	\$(0.04)	—	\$(0.04)	—	\$17.45	19.32%	\$40,292	0.30%	1.04%(f)(g)(i)	94%
2020	15.28	0.04	(0.38)	(0.34)	—	—	—	\$0.00	14.66	(2.33)	41,698	0.24	1.47(g)(i)	150
2019	15.53	0.05	0.50	0.55	(0.12)	(0.68)	(0.80)	0.00	15.28	3.86	73,999	0.30	1.25(g)	195
2018	15.71	0.16	(0.15)	0.01	—	(0.19)	(0.19)	0.00	15.53	0.08	85,655	1.04	1.24	159
2017	14.17	(0.00)(b)	1.54	1.54	—	—	—	0.00	15.71	10.87	69,801	(0.02)	1.26	113
2016	13.91	0.05	0.21	0.26	—	—	—	0.00	14.17	1.87	59,414	0.33	1.27(g)(h)	151

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

(a) Per share amounts have been calculated using the average shares outstanding method.

(b) Amount represents less than \$0.005 per share.

(c) The Fund received credits from a designated broker who agreed to pay certain Fund operating expenses. For all periods presented there was no impact on the expense ratios.

(d) The Fund incurred interest expense during all periods presented. For the year ended October 31, 2017, if interest expense had not been incurred, the ratio of operating expenses to average net assets would have been 1.50% (Class AAA), 1.70% (Class A), 1.70% (Class A), 2.25% (Class C), and 1.25% (Class Y). For the six months ended April 31, 2021 and the years ended October 31, 2020, 2019, 2018, and 2016, there was no impact on the expense ratios.

(e) For the six months ended April 30, 2021, unaudited.

(f) Annualized.

(g) The Fund incurred dividend expense and service fees on securities sold short. If these expenses and fees had not been incurred, the ratios of operating expenses to average net assets for the six months ended April 30, 2021 and the years ended October 31, 2020 and 2016 would have been 1.67% and 1.59% and 1.50% (Class AAA), 1.67% and 1.77% and 1.70% (Class A), 2.42% and 2.34% and 2.25% (Class C), and 1.00% and 1.33% and 1.25% (Class Y). For the year ended October 31, 2019 there was no impact on the expense ratios.

(h) During the year ended October 31, 2016, the Fund received a reimbursement of custody expenses paid in prior years. Had such reimbursement (allocated by relative net asset values of the Fund's share classes) been included in that period, the expense ratios would have been 1.44% (Class AAA), 1.64% (Class A), 2.19% (Class C), and 1.19% (Class Y).

(i) Under an expense reimbursement agreement with the Adviser (see Note 3), the Adviser reimbursed expenses for the six months ended April 30, 2021 and the year ended October 31, 2020. Had these reimbursements not occurred the ratio of operating expenses to average net assets would have been 1.46% and 1.48%, respectively.

See accompanying notes to financial statements.

Gabelli Enterprise Mergers and Acquisitions Fund

Notes to Financial Statements (Unaudited)

1. Organization. The Gabelli Enterprise Mergers and Acquisitions Fund is a series of the Gabelli 787 Fund, Inc. (the Corporation), which was organized in Maryland and commenced operations on February 28, 2001. The Fund is a non-diversified open-end management investment company registered under the Investment Company Act of 1940, as amended (the 1940 Act). Its primary objective is capital appreciation.

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

The global outbreak of the novel coronavirus disease, known as COVID-19, has caused adverse effects on many companies, sectors, nations, regions and the markets in general, and may continue for an unpredictable duration. The effects of this pandemic may materially impact the value and performance of the Fund, its ability to buy and sell fund investments at appropriate valuations, and its ability to achieve its investment objectives.

New Accounting Pronouncements. To improve the effectiveness of fair value disclosure requirements, the Financial Accounting Standards Board (FASB) issued Accounting Standard Update (ASU) 2018-13, Fair Value Measurement Disclosure Framework – Changes to the Disclosure Requirements for Fair Value Measurement (ASU 2018-13), which added, removed, and modified certain aspects relating to fair value disclosure. Management has fully adopted the ASU 2018-13 in these financial statements.

In March 2020, the Financial Accounting Standards Board (FASB) issued Accounting Standards Update (ASU) No. 2020-04, Reference Rate Reform (Topic 848) – Facilitation of the Effects of Reference Rate Reform on Financial Reporting. The amendments in the ASU provides optional temporary financial reporting relief from the effect of certain types of contract modifications due to the planned discontinuation of the London Interbank Offered Rate (LIBOR) and other interbank-offered based reference rates as of the end of 2021. The ASU is effective for certain reference rate-related contract modifications that occur through December 31, 2022. Management has reviewed the requirements and believes the adoption of this ASU will not have a material impact on the financial statements.

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

Portfolio securities primarily traded on a foreign market are generally valued at the preceding closing values of such securities on the relevant market, but may be fair valued pursuant to procedures established by the Board if market conditions change significantly after the close of the foreign market, but prior to the close of

Gabelli Enterprise Mergers and Acquisitions Fund

Notes to Financial Statements (Unaudited) (Continued)

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).

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.

Gabelli Enterprise Mergers and Acquisitions Fund

Notes to Financial Statements (Unaudited) (Continued)

The summary of the Fund's investments in securities by inputs used to value the Fund's investments as of April 30, 2021 is as follows:

	Valuation Inputs			Total Market Value at 4/30/21
	Level 1 Quoted Prices	Level 2 Other Significant Observable Inputs	Level 3 Significant Unobservable Inputs(a)	
INVESTMENTS IN SECURITIES:				
ASSETS (Market Value):				
Common Stocks:				
Building and Construction	\$ 4,113,294	\$ 369,875	—	\$ 4,483,169
Business Services	2,160,135	705,047	—	2,865,182
Entertainment	2,804,724	—	\$102,769	2,907,493
Food and Beverage	658,152	112,872	—	771,024
Machinery	1,694,907	138,259	—	1,833,166
Telecommunications	3,842,941	1,004	—	3,843,945
Wireless Communications	2,350,270	825,297	—	3,175,567
Other Industries (b)	51,494,118	—	—	51,494,118
Total Common Stocks	69,118,541	2,152,354	102,769	71,373,664
Closed-End Funds (b)	—	436,500	—	436,500
Rights (b)	352,000	23,500	25,261	400,761
Warrants (b)	—	3,912	—	3,912
U.S. Government Obligations	—	14,518,624	—	14,518,624
TOTAL INVESTMENTS IN SECURITIES – ASSETS	\$69,470,541	\$17,158,390	\$128,030	\$86,733,461
LIABILITIES (Market Value):				
Common Stocks Sold Short (b)	\$ (1,811,731)	—	—	\$ (1,811,731)
TOTAL INVESTMENTS IN SECURITIES - LIABILITIES	\$ (1,811,731)	—	—	\$ (1,811,731)

(a) Level 3 securities are valued by acquisition price or cash flow analysis. The inputs for these securities are not readily available and are derived based on the judgment of the Adviser according to procedures approved by the Board of Directors.

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

During the six months ended April 30, 2021, the Fund did not have any transfers into Level 3 and did not have any material transfers out of Level 3.

Gabelli Enterprise Mergers and Acquisitions Fund

Notes to Financial Statements (Unaudited) (Continued)

The following table reconciles Level 3 investments for which significant unobservable inputs were used to determine fair value:

	Balance as of 10/31/20	Accrued discounts/ (premiums)	Realized gain (loss)	Change in unrealized appreciation/ depreciation	Purchases	Sales	Transfers into Level 3	Transfers out of Level 3	Balance as of 4/30/21	Net change in unrealized appreciation/ depreciation during the period on Level 3 investments still held at 4/30/21†
INVESTMENTS IN SECURITIES:										
ASSETS (Market Value):										
Common Stocks (a)	\$ 97,770	—	—	\$ 4,999	—	—	—	—	\$102,769	\$ 4,999
Rights (a)	52,146	—	—	(3,135)	—	—	—	\$(23,750)	25,261	(3,135)
TOTAL INVESTMENTS IN SECURITIES	\$149,916	—	—	\$ 1,864	—	—	—	\$(23,750)	\$128,030	\$ 1,864

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

† Net change in unrealized appreciation/depreciation on investments is included in the related amounts in the Statement of Operations.

Additional Information to Evaluate Qualitative Information.

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

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

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

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

Gabelli Enterprise Mergers and Acquisitions Fund

Notes to Financial Statements (Unaudited) (Continued)

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.

Collateral requirements differ by type of derivative. Collateral requirements are set by the broker or exchange clearing house for exchange traded derivatives, while collateral terms are contract specific for derivatives traded over-the-counter. Securities pledged to cover obligations of the Fund under derivative contracts are noted in the Schedule of Investments. Cash collateral, if any, pledged for the same purpose will be reported separately in the Statement of Assets and Liabilities.

The Fund's derivative contracts held at April 30, 2021, if any, are not accounted for as hedging instruments under GAAP and are disclosed in the Schedule of Investments together with the related counterparty.

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

Unrealized gains related to swaps are reported as an asset and unrealized losses are reported as a liability in the Statement of Assets and Liabilities. The change in value of swaps, including the accrual of periodic amounts of interest to be paid or received on swaps, is reported as unrealized gain or loss in the Statement of Operations. A realized gain or loss is recorded upon payment or receipt of a periodic payment or termination of swap agreements. At April 30, 2021, the Fund held no investments in equity contract for difference swap agreements.

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 foreign currency translations. When the contract is closed, the Fund

Gabelli Enterprise Mergers and Acquisitions Fund

Notes to Financial Statements (Unaudited) (Continued)

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. The Fund's volume of activity in forward foreign exchange contracts during the six months ended April 30, 2021 had an average monthly notional amount of approximately \$2,200,000.

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.

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 April 30, 2021 are reflected within the Schedule of Investments. For the six months ended April 30, 2021, the Fund incurred \$9,493 in service fees

Gabelli Enterprise Mergers and Acquisitions Fund

Notes to Financial Statements (Unaudited) (Continued)

related to its investment positions sold short and held by the broker. The amount is included in the Statement of Operations under Expenses, Service fees for securities sold short.

Investments in Other Investment Companies. The Fund may invest, from time to time, in shares of other investment companies (or entities that would be considered investment companies but are excluded from the definition pursuant to certain exceptions under the 1940 Act) (the Acquired Funds) in accordance with the 1940 Act and related rules. Shareholders in the Fund would bear the pro rata portion of the periodic expenses of the Acquired Funds in addition to the Fund's expenses. For the six months ended April 30, 2021, the Fund's pro rata portion of the periodic expenses charged by the Acquired Funds was less than one basis point.

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 April 30, 2021, the Fund did not hold restricted securities.

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

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

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

Distributions to Shareholders. Distributions to shareholders are recorded on the ex-dividend date. Distributions to shareholders are based on income and capital gains as determined in accordance with federal income tax regulations, which may differ from income and capital gains as determined under GAAP. These differences are primarily due to differing treatments of income and gains on various investment securities and foreign currency transactions held by the Fund. These book/tax differences are either temporary or permanent in nature. To the extent these differences are permanent, adjustments are made to the appropriate capital accounts in the period when the differences arise. Permanent differences were primarily due to the redesignation of dividends

Gabelli Enterprise Mergers and Acquisitions Fund

Notes to Financial Statements (Unaudited) (Continued)

paid, tax treatment of currency gains and losses, and sale of investments in partnerships. These reclassifications have no impact on the NAV of the Fund.

The tax character of distributions paid during the fiscal year ended October 31, 2020 was ordinary income (inclusive of short term capital gains) of \$2,368,982.

Provision for Income Taxes. The Fund intends to continue to qualify as a regulated investment company under Subchapter M of the Internal Revenue Code of 1986, as amended (the Code). It is the policy of the Fund to comply with the requirements of the Code applicable to regulated investment companies and to distribute substantially all of its net investment company taxable income and net capital gains. Therefore, no provision for federal income taxes is required.

The following summarizes the tax cost of investments and the related net unrealized appreciation at April 30, 2021:

	<u>Cost/(Proceeds)</u>	<u>Gross Unrealized Appreciation</u>	<u>Gross Unrealized Depreciation</u>	<u>Net Unrealized Appreciation</u>
Investments and securities sold short.....	\$73,217,031	\$16,107,653	\$(4,402,954)	\$11,704,699

The Fund is required to evaluate tax positions taken or expected to be taken in the course of preparing the Fund's tax returns to determine whether the tax positions are "more-likely-than-not" of being sustained by the applicable tax authority. Income tax and related interest and penalties would be recognized by the Fund as tax expense in the Statement of Operations if the tax positions were deemed not to meet the more-likely-than-not threshold. For the six months ended April 30, 2021, the Fund did not incur any income tax, interest, or penalties. As of April 30, 2021, the Adviser has reviewed all open tax years and concluded that there was no impact to the Fund's net assets or results of operations. The Fund's federal and state tax returns for the prior three fiscal years remain open, subject to examination. On an ongoing basis, the Adviser will monitor the Fund's tax positions to determine if adjustments to this conclusion are necessary.

3. Investment Advisory Agreement and Other Transactions. The Fund has entered into an investment advisory agreement (the Advisory Agreement) with the Adviser which provides that the Fund will pay the Adviser a fee, computed daily and paid monthly, at annual rates as follows:

First \$1 Billion	0.935%
Next \$1 Billion	0.910%
Next \$3 Billion	0.885%
Next \$5 Billion	0.860%
Thereafter	0.835%

In accordance with the Advisory Agreement, the Adviser provides a continuous investment program for the Fund's portfolio, oversees the administration of all aspects of the Fund's business and affairs, and pays the compensation of all Officers and Directors of the Fund who are affiliated persons of the Adviser.

The Adviser has contractually agreed to waive its investment advisory fee and/or reimburse expenses of Class Y to the extent necessary to maintain Class Y's total operating expenses (excluding brokerage, acquired fund fees and expenses, interest, taxes, and extraordinary expenses) until at least September 30, 2021 at no more than 1.00% of the value of its average daily net assets. In addition, the Fund has agreed, during the two year period following any waiver or reimbursement by the Adviser, to repay such amount to the extent, that after giving the effect to the repayment, such adjusted annualized total operating expenses of the Fund would not exceed 1.00% of the value of the Fund's average daily net assets. During the period ended April 30, 2021,

Gabelli Enterprise Mergers and Acquisitions Fund

Notes to Financial Statements (Unaudited) (Continued)

the Adviser reimbursed certain expenses in the amount of \$85,616. At April 30, 2021, the cumulative amount which the Fund may repay the Adviser, subject to the terms above, is \$93,702:

For the fiscal year ended October 31, 2020, expiring October 31, 2022	\$ 8,086
For the six months ended April 30, 2021, expiring October 31, 2023	<u>85,616</u>
Total	<u>\$93,702</u>

4. Distribution Plan. The Fund's Board has adopted a distribution plan (the Plan) pursuant to Rule 12b-1 under the 1940 Act. Under the Class AAA, Class A, and Class C Share Plans, payments are authorized to G.distributors, LLC (the Distributor), an affiliate of the Adviser, at annual rates of 0.25%, 0.25%, and 1.00%, respectively, of the average daily net assets of those classes, the annual limitations under each Plan. Such payments are accrued daily and paid monthly. Class Y shares do not participate in the Plan and pay no distribution fees.

5. Portfolio Securities. Purchases and sales of securities during the six months ended April 30, 2021, other than short term securities and U.S. Government obligations, aggregated \$64,688,113 and \$63,853,008, respectively.

6. Transactions with Affiliates and Other Arrangements. During the six months ended April 30, 2021, the Fund paid \$2,771 in brokerage commissions on security trades to G.research, LLC, an affiliate of the Adviser. Additionally, the Distributor retained a total of \$420 from investors representing commissions (sales charges and underwriting fees) on sales and redemptions of Fund shares.

During the six months ended April 30, 2021, the Fund received credits from a designated broker who agreed to pay certain Fund operating expenses. The amount of such expenses paid through this directed brokerage arrangement during this period was \$1,118.

The cost of calculating the Fund's NAV per share is a Fund expense pursuant to the Advisory Agreement. During the six months ended April 30, 2021, the Fund accrued \$22,500 in connection with the cost of computing the Fund's NAV.

As per the approval of the Board, the Fund is allocated a portion of the Chief Compliance Officer's cost. For the six months ended April 30, 2021, the Fund paid or accrued \$1,436 in chief compliance officer compensation in the Statement of Operations.

The Corporation pays retainer and per meeting fees to Directors not affiliated with the Adviser, plus specified amounts to the Lead Director and Audit Committee Chairman. Directors are also reimbursed for out of pocket expenses incurred in attending meetings. Directors who are directors or employees of the Adviser or an affiliated company receive no compensation or expense reimbursement from the Corporation.

7. Line of Credit. The Fund participates in an unsecured line of credit, which expires on March 2, 2022 and may be renewed annually, of up to \$75,000,000 under which it may borrow up to 10% of its net assets from the custodian for temporary borrowing purposes. Borrowings under this arrangement bear interest at a floating rate equal to the higher of the Overnight Federal Funds Rate plus 135 basis points or the Overnight Bank Funding Rate plus 135 basis points in effect on that day. This amount, if any, would be included in "Interest expense" in the Statement of Operations. During the six months ended April 30, 2021, there were no borrowings under the line of credit.

Gabelli Enterprise Mergers and Acquisitions Fund

Notes to Financial Statements (Unaudited) (Continued)

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

The Fund imposes a redemption fee of 2.00% on all classes of shares that are redeemed or exchanged on or before the seventh day after the date of purchase. The redemption fee is deducted from the proceeds otherwise payable to the redeeming shareholders and is retained by the Fund as an increase in paid-in capital. The redemption fees retained by the Fund during the six months ended April 30, 2021 and the fiscal year ended October 31, 2020, if any, can be found in the Statement of Changes in Net Assets under Redemption Fees.

Transactions in shares of capital stock were as follows:

	Six Months Ended April 30, 2021 (Unaudited)		Year Ended October 31, 2020	
	Shares	Amount	Shares	Amount
Class AAA				
Shares sold.....	59,880	\$ 967,403	48,963	\$ 648,555
Shares issued upon reinvestment of distributions.....	—	—	7,415	107,302
Shares redeemed.....	(22,302)	(353,544)	(119,934)	(1,586,175)
Net increase/(decrease).....	<u>37,578</u>	<u>\$ 613,859</u>	<u>(63,556)</u>	<u>\$ (830,318)</u>
Class A				
Shares sold.....	152,205	\$ 2,319,290	334,908	\$ 4,506,902
Shares issued upon reinvestment of distributions.....	—	—	39,760	564,985
Shares redeemed.....	(163,551)	(2,493,053)	(739,878)	(9,884,701)
Net decrease.....	<u>(11,346)</u>	<u>\$ (173,763)</u>	<u>(365,210)</u>	<u>\$ (4,812,814)</u>
Class C				
Shares sold.....	10,651	\$ 147,941	55,197	\$ 708,668
Shares issued upon reinvestment of distributions.....	—	—	21,395	274,708
Shares redeemed.....	(136,884)	(1,857,508)	(700,386)	(8,347,721)
Net decrease.....	<u>(126,233)</u>	<u>\$ (1,709,567)</u>	<u>(623,794)</u>	<u>\$ (7,364,345)</u>
Class Y				
Shares sold.....	79,102	\$ 1,319,835	543,840	\$ 8,015,369
Shares issued upon reinvestment of distributions.....	5,774	92,206	70,277	1,075,237
Shares redeemed.....	(619,915)	(10,113,384)	(2,611,618)	(36,588,350)
Net decrease.....	<u>(535,039)</u>	<u>\$ (8,701,343)</u>	<u>(1,997,501)</u>	<u>\$ (27,497,744)</u>

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

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

Gabelli Enterprise Mergers and Acquisitions Fund

Board Consideration and Re-Approval of Investment Advisory Agreement (Unaudited)

Section 15(c) of the Investment Company Act of 1940, as amended (the 1940 Act), contemplates that the Board of Directors (the Board) of Gabelli Enterprise Mergers and Acquisitions Fund (the Fund), including a majority of the Directors who have no direct or indirect interest in the investment advisory agreement and are not interested persons of the Fund, as defined in the 1940 Act (the Independent Board Members), are required annually to review and re-approve the terms of the Fund's existing investment advisory agreement and approve any newly proposed terms therein. In this regard, the Board reviewed and re-approved, during the most recent six month period covered by this report, the Investment Advisory Agreement (the Advisory Agreement) with Gabelli Funds, LLC (the Adviser) for the Fund.

More specifically, at a meeting held on February 23, 2021, the Board, including the Independent Board Members, considered the factors and reached the conclusions described below relating to the selection of the Adviser and the re-approval of the Advisory Agreement.

1) The nature, extent, and quality of services provided by the Adviser.

The Board Members reviewed in detail the nature and extent of the services provided by the Adviser under the Advisory Agreement and the quality of those services over the past year. The Board noted that these services included managing the investment program of the Fund, including the purchase and sale of portfolio securities, and overseeing all of the Fund's third party service providers as well as providing general corporate services. The Board Members considered that the Adviser also provided, at its expense, office facilities for use by the Fund and supervisory personnel responsible for supervising the performance of administrative, accounting, and related services for the Fund, including monitoring to assure compliance with stated investment policies and restrictions under the 1940 Act and related securities regulations. The Board Members noted that, in addition to managing the investment program for the Fund, the Adviser provided certain non-advisory and compliance services, including services under the Fund's Rule 38a-1 compliance program.

The Board Members also considered that the Adviser paid for all compensation of officers and Board Members of the Fund that are affiliated with the Adviser and that the Adviser further provided services to shareholders of the Fund who had invested through various programs offered by third party financial intermediaries. The Board Members evaluated these factors based on their direct experience with the Adviser and in consultation with Fund Counsel. The Board Members noted that the Adviser had engaged, at its expense, BNY Mellon to assist it in performing certain of its administrative functions. The Board Members concluded that the nature and extent of the services provided was reasonable and appropriate in relation to the advisory fee, that the level of services provided by the Adviser, either directly or through BNY, had not diminished over the past year, and that the quality of service continued to be high.

The Board Members reviewed the personnel responsible for providing services to the Fund and concluded, based on their experience and interaction with the Adviser, that (i) the Adviser was able to retain quality personnel, (ii) the Adviser and its agents exhibited a high level of diligence and attention to detail in carrying out their advisory and administrative responsibilities under the Advisory Agreement, (iii) the Adviser was responsive to requests of the Board, (iv) the scope and depth of the Adviser's resources was adequate, and (v) the Adviser had kept the Board apprised of developments relating to the Fund and the industry in general. The Board Members also focused on the Adviser's reputation and long standing relationship with the Fund. The Board Members also believed that the Adviser had devoted substantial resources and made substantial commitments to address new regulatory compliance requirements applicable to the Fund.

Gabelli Enterprise Mergers and Acquisitions Fund

Board Consideration and Re-Approval of Investment Advisory Agreement (Unaudited) (Continued)

2) The performance of the Fund and the Adviser.

The Board Members reviewed the investment performance of the Fund, on an absolute basis, as compared with its Broadridge peer group of other SEC registered funds, and against the Fund's broad based securities market benchmark as reflected in the Fund's prospectus and annual report. The Board Members considered the Fund's one, three, five, and ten year average annual total return for the periods ended December 31, 2020. The peer group considered by the Board Members was developed by Broadridge and was comprised of the Fund and all retail and institutional alternative event driven funds, regardless of asset size or primary channel of distribution (the Performance Peer Group). The Board Members considered these comparisons helpful in their assessment as to whether the Adviser was obtaining for the Fund's shareholders the total return performance that was available in the marketplace, given the Fund's objectives, strategies, limitations, and restrictions. In reviewing the performance of the Fund, the Board Members noted that the Fund's performance was below the median for the three year period but equal to the median for the one, five, and ten year periods. The Board Members concluded that the Fund's performance was reasonable in comparison with that of the Performance Peer Group.

In connection with its assessment of the performance of the Adviser, the Board Members considered the Adviser's financial condition and whether it had the resources necessary to continue to carry out its functions under the Advisory Agreement. The Board Members concluded that the Adviser had the financial resources necessary to continue to perform its obligations under the Advisory Agreement and to continue to provide the high quality services that it has provided to the Fund to date.

3) The cost of the advisory services and the profits to the Adviser and its affiliates from the relationship with the Fund.

In connection with the Board Members' consideration of the cost of the advisory services and the profits to the Adviser and its affiliates from the relationship with the Fund, the Board Members considered a number of factors. First, the Board Members compared the level of the advisory fee for the Fund against the comparative Broadridge expense peer group (Expense Peer Group). The Board Members also considered comparative non-management fee expenses and comparative total fund expenses of the Fund and the Expense Peer Group. The Board Members considered this information as useful in assessing whether the Adviser was providing services at a cost that was competitive with other similar funds. In assessing this information, the Board Members considered both the comparative contract rates as well as the level of the total expense ratio, with respect to the Expense Peer Group. The Board Members noted that the Fund's advisory fee and total expense ratios were below the median when compared with those of the Expense Peer Group.

The Board Members also reviewed the fees charged by the Adviser to provide similar advisory services to other RICs or accounts with similar investment objectives, noting that the fees charged by the Adviser were the same or lower, than the fees charged to the Fund.

The Board Members also considered an analysis prepared by the Adviser of the estimated profitability to the Adviser of its relationship with the Fund and reviewed with the Adviser its cost allocation methodology in connection with its profitability. In this regard, the Board Members reviewed Pro-forma Income Statements of the Adviser for the year ended December 31, 2020. The Board Members considered one analysis for the Adviser as a whole, and a second analysis for the Adviser with respect to the Fund. With respect to the Fund analysis, the Board Members received an analysis based on the Fund's average net assets during the period as well as a

Gabelli Enterprise Mergers and Acquisitions Fund

Board Consideration and Re-Approval of Investment Advisory Agreement (Unaudited) (Continued)

pro-forma analysis of profitability at higher and lower asset levels. The Board Members concluded that the profitability of the Fund to the Adviser under either analysis was not excessive.

4) The extent to which economies of scale will be realized as the Fund grows and whether fee levels reflect those economies of scale.

With respect to the Board Members' consideration of economies of scale, the Board Members discussed whether economies of scale would be realized by the Fund at higher asset levels. The Board Members also reviewed data from the Expense Peer Group to assess whether the Expense Peer Group funds had advisory fee breakpoints as this Fund has and, if so, at what asset levels. The Board Members also assessed whether certain of the Adviser's costs would increase if asset levels rise. The Board Members noted the Fund's current size and concluded that under foreseeable conditions, they were unable to assess at this time whether economies of scale would be realized if the Fund were to experience significant asset growth. In the event there were to be significant asset growth in the Fund, the Board Members determined to reassess whether the advisory fee appropriately took into account any economies of scale that had been realized as a result of that growth.

5) Other Factors.

In addition to the above factors, the Board Members also discussed other benefits received by the Adviser from its management of the Fund. The Board Members considered that the Adviser does use soft dollars in connection with its management of the Fund.

Based on a consideration of all these factors in their totality, the Board Members, including all of the Independent Board Members, determined that the Fund's advisory fee was fair and reasonable with respect to the quality of services provided and in light of the other factors described above that the Board deemed relevant. Accordingly, the Board Members determined to approve the continuation of the Fund's Advisory Agreement. The Board Members based their decision on evaluations of all these factors as a whole and did not consider any one factor as all important or controlling.

Gabelli Funds and Your Personal Privacy

Who are we?

The Gabelli 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, which is affiliated with GAMCO Investors, Inc., a publicly held company with subsidiaries and affiliates that provide investment advisory services for a variety of clients.

What kind of non-public information do we collect about you if you become a fund shareholder?

If you apply to open an account directly with us, you will be giving us some non-public information about yourself. The non-public information we collect about you is:

- *Information you give us on your application form.* This could include your name, address, telephone number, social security number, bank account number, and other information.
- *Information about your transactions with us, any transactions with our affiliates, and transactions with the entities we hire to provide services to you.* This would include information about the shares that you buy or redeem. If we hire someone else to provide services — like a transfer agent — we will also have information about the transactions that you conduct through them.

What information do we disclose and to whom do we disclose it?

We do not disclose any non-public personal information about our customers or former customers to anyone other than our affiliates, our service providers who need to know such information, and as otherwise permitted by law. If you want to find out what the law permits, you can read the privacy rules adopted by the Securities and Exchange Commission. They are in volume 17 of the Code of Federal Regulations, Part 248. The Commission often posts information about its regulations on its website, www.sec.gov.

What do we do to protect your personal information?

We restrict access to non-public personal information about you to the people who need to know that information in order to provide services to you or the fund and to ensure that we are complying with the laws governing the securities business. We maintain physical, electronic, and procedural safeguards to keep your personal information confidential.

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GABELLI ENTERPRISE MERGERS AND ACQUISITIONS FUND
One Corporate Center
Rye, NY 10580-1422

Portfolio Manager Biography

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.

GABELLI ENTERPRISE MERGERS AND ACQUISITIONS FUND

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Net Asset Value per share available daily
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LEGAL COUNSEL

Paul Hastings LLP

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



GABELLI
FUNDS

GABELLI ENTERPRISE MERGERS AND ACQUISITIONS FUND

Semiannual Report
April 30, 2021