

Summary of Portfolio Holdings (Unaudited)

The following table present portfolio holdings as a percent of net assets as of December 31, 2024:

Financials	13.8%	Building and Construction	2.1%
Machinery	8.0%	Health Care	1.4%
Consumer Staples	7.8%	Retailing	1.4%
Media	7.7%	Automobiles and Components	1.3%
Diversified Industrial	6.8%	Consumer Services	0.8%
Telecommunication Services	6.6%	Broadcasting	0.7%
Entertainment	6.5%	Commercial and Professional Services	0.5%
Information Technology	6.5%	Specialty Chemicals	0.2%
Materials	5.9%	Agriculture	0.2%
Consumer Durables	4.9%	Publishing	0.1%
Electrical Equipment	4.9%	U.S. Government Obligations	0.1%
Aerospace and Defense	4.5%	Closed-End Funds	0.0%*
Transportation	2.7%	Other Assets and Liabilities (Net)	<u>(0.2)%</u>
Energy	2.4%		<u>100.0%</u>
Utilities	2.4%		

* Amount represents less than 0.05%.

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 each 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 Capital Asset Fund

Schedule of Investments

December 31, 2024

Shares	Cost	Market Value
Common Stocks — 100.1%		
Aerospace and Defense — 4.5%		
2,000 Allient Inc.	\$ 39,705	\$ 48,560
9,400 HEICO Corp.	44,059	2,234,756
2,200 Honeywell International Inc.	68,603	496,958
	152,367	2,780,274
Agriculture — 0.2%		
2,000 Archer-Daniels-Midland Co.	42,480	101,040
Automobiles and Components — 1.3%		
8,000 Dana Inc.	112,660	92,480
5,000 Garrett Motion Inc.†	25,000	45,150
2,500 Genuine Parts Co.	324,845	291,900
40,000 Iveco Group NV	198,759	386,994
	661,264	816,524
Broadcasting — 0.7%		
17,000 Canal+ France SA†	70,882	43,203
919 Sirius XM Holdings Inc.	4,758	20,953
21,000 TEGNA Inc.	335,523	384,090
	411,163	448,246
Building and Construction — 2.1%		
5,800 Griffon Corp.	63,590	413,366
4,500 Herc Holdings Inc.	175,324	851,985
	238,914	1,265,351
Commercial and Professional Services — 0.5%		
3,300 Rollins Inc.	3,496	152,955
800 Waste Management Inc.	29,549	161,432
	33,045	314,387
Consumer Durables — 4.9%		
800 Cavco Industries Inc.†	25,967	356,984
5,500 Champion Homes Inc.†	26,784	484,550
102,500 Sony Group Corp., ADR	389,607	2,168,900
	442,358	3,010,434
Consumer Services — 0.8%		
3,500 Boyd Gaming Corp.	40,495	253,890
10,500 Canterbury Park Holding Corp.	113,409	220,605
	153,904	474,495
Consumer Staples — 7.8%		
23,900 Brown-Forman Corp., Cl. A	263,639	900,791
33,000 Danone SA, ADR	354,635	441,867
12,800 Diageo plc, ADR	528,752	1,627,264
12,200 Fomento Economico Mexicano S.A.B. de C.V., ADR	478,114	1,042,978
5,700 National Beverage Corp.	259,918	243,219
7,500 The Campbell's Company	332,553	314,100
2,500 The Coca-Cola Co.	61,235	155,650
1,648 Tootsie Roll Industries Inc.	22,635	53,280
	2,301,481	4,779,149

Shares	Cost	Market Value
Diversified Industrial — 6.8%		
9,300 Crane Co.	\$ 198,996	\$ 1,411,275
300 Enpro Inc.	11,820	51,735
12,900 ITT Inc.	247,000	1,843,152
23,500 L.B. Foster Co., Cl. A†	322,767	632,150
2,500 Textron Inc.	147,272	191,225
8,000 Tredegar Corp.†	63,154	61,440
	991,009	4,190,977
Electrical Equipment — 4.9%		
9,600 AMETEK Inc.	52,609	1,730,496
12,000 Franklin Electric Co. Inc.	73,290	1,169,400
300 Rockwell Automation Inc.	14,247	85,737
	140,146	2,985,633
Energy — 2.4%		
1,700 Chevron Corp.	106,216	246,228
4,000 ConocoPhillips	84,007	396,680
4,400 Devon Energy Corp.	42,990	144,012
2,000 Exxon Mobil Corp.	87,840	215,140
23,000 Innovex International Inc.†	542,808	321,310
30,000 RPC Inc.	127,413	178,200
	991,274	1,501,570
Entertainment — 6.5%		
10,000 Atlanta Braves Holdings Inc., Cl. A†	334,213	408,000
5,000 Atlanta Braves Holdings Inc., Cl. C†	151,377	191,300
17,000 Havas NV†	36,426	28,570
64 Liberty Media Corp.-Liberty Live, Cl. A†	115	4,260
338 Liberty Media Corp.-Liberty Live, Cl. C†	1,413	23,004
12,000 Madison Square Garden Entertainment Corp.†	45,978	427,200
2,500 Manchester United plc, Cl. A†	43,653	43,375
42,500 Ollamani SAB†	139,691	72,155
98,500 Paramount Global, Cl. A	2,588,813	2,196,550
2,500 The Walt Disney Co.	44,175	278,375
17,000 Vivendi SE	52,824	45,309
26,000 Warner Bros Discovery Inc.†	276,060	274,820
	3,714,738	3,992,918
Financials — 13.8%		
3,600 American Express Co.	52,171	1,068,444
1,000 Bank of America Corp.	28,994	43,950
3,000 JPMorgan Chase & Co.	85,962	719,130
600 Marsh & McLennan Companies Inc.	15,624	127,446
9,300 Morgan Stanley	266,891	1,169,196
1,800 PROG Holdings Inc.	8,031	76,068
6,000 Ryman Hospitality Properties Inc., REIT	168,028	626,040
12,500 State Street Corp.	736,014	1,226,875
33,800 The Bank of New York Mellon Corp.	935,998	2,596,854

See accompanying notes to financial statements.

Gabelli Capital Asset Fund

Schedule of Investments (Continued)

December 31, 2024

Shares	Cost	Market Value
Common Stocks (Continued)		
Financials (Continued)		
11,500 Wells Fargo & Co.	\$ 344,464	\$ 807,760
	2,642,177	8,461,763
Health Care — 1.4%		
11,000 Henry Schein Inc.†	222,531	761,200
1,000 Patterson Cos. Inc.	22,356	30,860
3,600 Perrigo Co. plc	123,191	92,556
	368,078	884,616
Information Technology — 6.5%		
13,500 Corning Inc.	153,870	641,520
26,500 CTS Corp.	235,708	1,397,345
7,000 EchoStar Corp., Cl. A†	87,376	160,300
9,500 Texas Instruments Inc.	200,525	1,781,345
	677,479	3,980,510
Machinery — 8.0%		
119,000 CNH Industrial NV	767,191	1,348,270
1,500 Deere & Co.	43,350	635,550
13,200 Flowserve Corp.	305,183	759,264
13,200 Graco Inc.	265,131	1,112,628
2,200 IDEX Corp.	89,825	460,438
7,000 The Eastern Co.	89,614	185,780
700 Watts Water Technologies Inc., Cl. A	11,626	142,310
2,500 Xylem Inc.	75,772	290,050
	1,647,692	4,934,290
Materials — 5.9%		
45,000 Ampco-Pittsburgh Corp.†	131,670	94,050
35,200 Freeport-McMoRan Inc.	594,787	1,340,416
1,000 International Flavors & Fragrances Inc.	55,727	84,550
66,000 Myers Industries Inc.	773,210	728,640
36,000 Newmont Corp.	1,207,104	1,339,920
400 Sensient Technologies Corp.	8,051	28,504
	2,770,549	3,616,080
Media — 7.7%		
4,000 AMC Networks Inc., Cl. A†	53,473	39,600
10,000 Cogeco Inc.	195,072	410,240
7,500 Fox Corp., Cl. A	296,077	364,350
185,000 Grupo Televisa SAB, ADR	896,485	310,800
1,500 Liberty Broadband Corp., Cl. A†	9,828	111,540
1,800 Liberty Broadband Corp., Cl. C†	38,393	134,568
20,000 Liberty Latin America Ltd., Cl. A†	198,941	127,200
269 Liberty Latin America Ltd., Cl. C†	1,921	1,706
1,500 Liberty Media Corp.-Liberty Formula One, Cl. A†	5,094	126,060
1,500 Liberty Media Corp.-Liberty Formula One, Cl. C†	5,315	138,990

Shares	Cost	Market Value
7,000 Madison Square Garden Sports Corp.†	\$ 145,890	\$ 1,579,760
54,500 Sinclair Inc.	1,077,928	879,630
11,800 Sphere Entertainment Co.†	38,641	475,776
	2,963,058	4,700,220
Publishing — 0.1%		
17,000 Louis Hachette Group†	24,278	26,590
25,000 The E.W. Scripps Co., Cl. A†	174,189	55,250
	198,467	81,840
Retailing — 1.4%		
3,500 Advance Auto Parts Inc.	157,788	165,515
7,500 CVS Health Corp.	244,638	336,675
2,000 Ingles Markets Inc., Cl. A	29,696	128,880
22,500 Sally Beauty Holdings Inc.†	335,280	235,125
	767,402	866,195
Specialty Chemicals — 0.2%		
1,000 Rogers Corp.†	105,025	101,610
Telecommunication Services — 6.6%		
9,000 Liberty Global Ltd., Cl. A†	51,956	114,840
12,000 Liberty Global Ltd., Cl. C†	46,742	157,680
9,500 Millicom International Cellular SA, SDR	206,564	232,866
8,500 Rogers Communications Inc., Cl. B	116,318	261,205
4,200 Sunrise Communications AG, Cl. A, ADR†	87,048	180,936
39,500 Telephone and Data Systems Inc.	547,994	1,347,345
28,000 United States Cellular Corp.†	761,282	1,756,160
1,500 Vodafone Group plc, ADR	14,340	12,735
	1,832,244	4,063,767
Transportation — 2.7%		
10,800 GATX Corp.	329,115	1,673,568
Utilities — 2.4%		
26,000 Algonquin Power & Utilities Corp.	139,576	115,700
22,200 National Fuel Gas Co.	1,214,943	1,347,096
	1,354,519	1,462,796
Total Common Stocks		25,929,948 61,488,253
Closed-End Funds — 0.0%		
7,500 Altaba Inc., Escrow†	0	10,687
Warrants — 0.0%		
Materials — 0.0%		
6,000 Ampco-Pittsburgh Corp., expire 08/01/25†	4,099	540

See accompanying notes to financial statements.

■ Gabelli Capital Asset Fund

Schedule of Investments (Continued)

December 31, 2024

<i>Principal Amount</i>		<i>Cost</i>	<i>Market Value</i>
U.S. Government Obligations — 0.1%			
	U.S. Treasury Bills		
\$ 60,000	4.444%††, 02/13/25	\$ 59,685	\$ 59,704
TOTAL INVESTMENTS — 100.2%		\$ 25,993,732	61,559,184
Other Assets and Liabilities (Net) — (0.2)%			(112,429)
NET ASSETS — 100.0%			\$ 61,446,755

† Non-income producing security.

†† Represents annualized yield at date of purchase.

ADR American Depositary Receipt

REIT Real Estate Investment Trust

SDR Swedish Depositary Receipt

See accompanying notes to financial statements.

■ Gabelli Capital Asset Fund

Statement of Assets and Liabilities

December 31, 2024

ASSETS:

Investments, at value (cost \$25,993,732)	\$ 61,559,184
Receivable for Fund shares sold	2,686
Dividends receivable	56,721
Prepaid expenses	3,724
Total Assets	61,622,315

LIABILITIES:

Payable for legal and audit fees	45,448
Payable for investment advisory fees	40,516
Payable to bank	33,337
Payable for Fund shares redeemed	17,746
Payable for administrative services	13,505
Payable for accounting fees	3,750
Payable for payroll expenses	918
Other accrued expenses	20,340
Total Liabilities	175,560

Net Assets (applicable to 4,144,469 shares outstanding) \$ 61,446,755

NET ASSETS CONSIST OF:

Paid-in capital	\$ 27,208,948
Total distributable earnings	34,237,807
Net Assets	\$ 61,446,755

Shares of Capital Stock, each at \$0.001 par value; 500,000,000 shares authorized:

Net Asset Value, offering, and redemption price per share ($\$61,446,755 \div 4,144,469$ shares outstanding) \$ 14.83

Statement of Operations

For the Year Ended
December 31, 2024

INVESTMENT INCOME:

Dividends (net of foreign withholding taxes of \$25,106)	\$ 1,055,297
Interest	28,596
Total Investment Income	1,083,893

EXPENSES:

Advisory fees	472,099
Administrative services fees	157,366
Legal and audit fees	69,762
Accounting fees	45,000
Directors' fees	39,000
Shareholder communications expenses	16,996
Interest expense	1,805
Payroll expenses	1,314
Custodian fees	1,284
Miscellaneous expenses	16,751
Total Expenses	821,377

Less:

Advisory fee reduction on unsupervised assets (See Note 3) (3,068)

Net Expenses 818,309

Net Investment Income 265,584

NET REALIZED AND UNREALIZED GAIN/(LOSS) ON INVESTMENTS AND FOREIGN CURRENCY:

Net realized gain on investments	6,501,434
Net realized gain on foreign currency transactions	93

Net realized gain on investments and foreign currency transactions 6,501,527

Net change in unrealized appreciation/depreciation:
on investments (35,895)
on foreign currency translations (105)

Net change in unrealized appreciation/depreciation on investments and foreign currency translations (36,000)

Net Realized and Unrealized Gain/(Loss) on Investments and Foreign Currency 6,465,527

NET INCREASE IN NET ASSETS RESULTING FROM OPERATIONS \$ 6,731,111

■ Gabelli Capital Asset Fund

Statement of Changes in Net Assets

	<u>Year Ended December 31, 2024</u>	<u>Year Ended December 31, 2023</u>
OPERATIONS:		
Net investment income	\$ 265,584	\$ 304,862
Net realized gain on investments and foreign currency transactions	6,501,527	5,875,115
Net change in unrealized appreciation/depreciation on investments and foreign currency translations	<u>(36,000)</u>	<u>848,683</u>
Net Increase in Net Assets Resulting from Operations	<u>6,731,111</u>	<u>7,028,660</u>
DISTRIBUTIONS TO SHAREHOLDERS:		
Accumulated earnings	<u>(6,800,996)</u>	<u>(6,772,205)</u>
Total Distributions to Shareholders	<u>(6,800,996)</u>	<u>(6,772,205)</u>
NET INCREASE/ (DECREASE) IN NET ASSETS FROM CAPITAL SHARE TRANSACTIONS	<u>(2,788,974)</u>	<u>899,814</u>
Net Increase/(Decrease) in Net Assets	<u>(2,858,859)</u>	<u>1,156,269</u>
NET ASSETS:		
Beginning of year	<u>64,305,614</u>	<u>63,149,345</u>
End of year	<u>\$ 61,446,755</u>	<u>\$ 64,305,614</u>

See accompanying notes to financial statements.

■ Gabelli Capital Asset Fund

Financial Highlights

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

	Year Ended December 31,				
	2024	2023	2022	2021	2020
Operating Performance:					
Net asset value, Beginning of Year	\$ 14.97	\$ 14.95	\$ 19.23	\$ 17.99	\$ 17.95
Net investment income(a)	0.07	0.08	0.06	0.09(b)	0.02
Net realized and unrealized gain/(loss) on investments and foreign currency transactions	1.63	1.70	(2.57)	3.60	1.11
Total from investment operations	1.70	1.78	(2.51)	3.69	1.13
Distributions to Shareholders:					
Net investment income	(0.11)	(0.08)	(0.08)	(0.10)	(0.03)
Net realized gain on investments	(1.73)	(1.68)	(1.69)	(2.35)	(1.06)
Total distributions	(1.84)	(1.76)	(1.77)	(2.45)	(1.09)
Net Asset Value, End of Year	\$ 14.83	\$ 14.97	\$ 14.95	\$ 19.23	\$ 17.99
Total Return †	11.30%	11.86%	(12.92%)	20.48%	6.34%
Ratios to Average Net Assets and Supplemental Data:					
Net assets, end of year (in 000's)	\$ 61,447	\$ 64,306	\$ 63,149	\$ 82,615	\$ 77,121
Ratio of net investment income to average net assets	0.42%	0.48%	0.37%	0.43%(b)	0.15%
Ratio of operating expenses to average net assets	1.30%(c)	1.40%(c)	1.35%(c)	1.28%(c)	1.32%
Portfolio turnover rate	3%	6%	3%	6%	2%

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

(a) Per share data are calculated using the average shares outstanding method.

(b) Includes income resulting from special dividends. Without these dividends, the per share income amounts would have been \$0.07 and the net investment income ratio would have been 0.33%.

(c) Ratio of operating expenses includes advisory fee reduction on unsupervised assets totalling 0.01% of net assets for the years ended December 31, 2023 and 2022. For the years ended December 31, 2024 and 2021, there was no impact on the expense ratio.

■ Gabelli Capital Asset Fund

Notes to Financial Statements

December 31, 2024

1. Organization

Gabelli Capital Asset Fund (the Fund) was incorporated on April 8, 1993 in Maryland. The Fund is a diversified open-end management investment company registered under the Investment Company Act of 1940, as amended (the 1940 Act). The Fund's primary objective is growth of capital. Current income is a secondary objective. The Fund commenced investment operations on May 1, 1995. Shares of the Fund are available to the public only through the purchase of certain variable annuity and variable life insurance contracts issued by The Guardian Insurance & Annuity Company, Inc. (Guardian) and other selected insurance companies, including Ameritas Life Insurance Corporation.

Gabelli Funds, LLC (the Adviser), with its principal offices located at One Corporate Center, Rye, New York 10580-1422, serves as investment adviser to the Fund. The Adviser makes investment decisions for the Fund and continuously reviews and administers the Fund's investment program and manages the operations of the Fund under the general supervision of the Fund's Board of Directors (the Board).

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. The Board has designated the Adviser as the valuation designee under Rule 2a-5. 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.

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 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 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 securities are valued using the closing bid price, unless the Board determines such amount does not reflect the security's 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 — unadjusted quoted prices in active markets for identical securities;

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Notes to Financial Statements (Continued)

December 31, 2024

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

A financial instrument’s level within the fair value hierarchy is based on the lowest level of any input both individually and in the aggregate that is significant to the fair value measurement. The inputs or methodology used for valuing securities are not necessarily an indication of the risk associated with investing in those securities. The summary of the Fund’s investments in securities by inputs used to value the Fund’s investments as of December 31, 2024 is as follows:

	Valuation Inputs		Total Market Value at 12/31/24
	Level 1 Quoted Prices	Level 2 Other Significant Observable Inputs	
INVESTMENTS IN SECURITIES:			
ASSETS (Market Value):			
Common Stocks(a)	\$ 61,488,253	—	\$ 61,488,253
Closed-End Funds	—	\$ 10,687	10,687
Warrants (a)	540	—	540
U.S. Government Obligations	—	59,704	59,704
TOTAL INVESTMENTS IN SECURITIES – ASSETS	\$ 61,488,793	\$ 70,391	\$ 61,559,184

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

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

Fair Valuation. Fair valued securities may be common and preferred equities, warrants, options, rights, and 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 back testing the prices realized in subsequent trades of these fair valued securities to fair values previously recognized.

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 year ended December 31, 2024, the Fund’s pro rata portion of the periodic expenses charged by the Acquired Funds was less than one basis point.

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

■ Gabelli Capital Asset Fund

Notes to Financial Statements (Continued)

December 31, 2024

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 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 an 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.

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.

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, timing differences, and differing characterizations of distributions made by the Fund. Distributions from net investment income for federal income tax purposes include net realized gains on foreign currency transactions. 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. These reclassifications have no impact on the net asset value (NAV) per share of the Fund.

The tax character of distributions paid during the years ended December 31, 2024 and 2023 was as follows:

	<u>Year Ended</u> <u>December 31, 2024</u>	<u>Year Ended</u> <u>December 31, 2023</u>
Distributions paid from:		
Ordinary income (inclusive of short term capital gains)	\$ 429,727	\$ 655,189
Net long term capital gains	6,371,269	6,117,016
Total distributions paid	<u>\$ 6,800,996</u>	<u>\$ 6,772,205</u>

■ Gabelli Capital Asset Fund

Notes to Financial Statements (Continued)

December 31, 2024

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.

At December 31, 2024, the components of accumulated earnings/losses on a tax basis were as follows:

Undistributed ordinary income	\$	55,404
Undistributed long-term capital gains		7,446
Net unrealized appreciation on investments and foreign currency translations		<u>34,174,957</u>
Total	\$	<u>34,237,807</u>

At December 31, 2024, the temporary differences between book basis and tax basis net unrealized appreciation on investments were due to deferral of losses from wash sales for tax purposes.

The following summarizes the tax cost of investments and the related net unrealized appreciation at December 31, 2024:

	<u>Cost</u>	<u>Gross Unrealized Appreciation</u>	<u>Gross Unrealized Depreciation</u>	<u>Net Unrealized Appreciation</u>
Investments.....	\$ 27,384,186	\$ 37,882,603	\$ (3,707,605)	\$ 34,174,998

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. During the year ended December 31, 2024, the Fund did not incur any income tax, interest, or penalties. As of December 31, 2024, 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. Advisory and Administrative Agreements

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 the annual rate of 0.75% of the value of its average daily net assets. In accordance with the Advisory Agreement, the Adviser provides a continuous investment program for the Fund's portfolio, oversees the administration of certain 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.

There was a reduction in the advisory fee paid to the Adviser relating to certain portfolio holdings, i.e., unsupervised assets, of the Fund with respect to which the Adviser transferred dispositive and voting control to the Fund's Proxy Voting Committee. During the year ended December 31, 2024, the Fund's Proxy Voting Committee exercised control and discretion over all rights to vote or consent, and exercised dispositive control with respect to The L.S. Starrett Co., Class A and the Adviser reduced its fee with respect to such securities by \$3,068.

The Fund entered into a shareholder services agreement with The Guardian Insurance & Annuity Company, Inc. (Guardian), whereby Guardian provides various administrative services, including maintenance of books and records, reconciliations with respect to Fund purchase and redemption orders, and telephone support for contractowners, as well as providing advice to the Adviser with respect to relevant insurance laws, regulations, and related matters and Internal Revenue Service (IRS) regulations with respect to variable contracts. As compensation for its services, the Fund pays Guardian a fee, computed daily and paid monthly, at the annual rate of 0.25% of the value of its average daily net assets.

■ Gabelli Capital Asset Fund

Notes to Financial Statements (Continued)

December 31, 2024

4. Portfolio Securities

Purchases and sales of securities during the year ended December 31, 2024, other than short term securities and U.S. Government obligations, aggregated \$1,795,030 and \$9,507,332, respectively.

5. Transactions with Affiliates

During the year ended December 31, 2024, the Fund paid \$2,680 in brokerage commissions on security trades to G.research, LLC, an affiliate of the Adviser.

The cost of calculating the Fund's NAV per share is a Fund expense pursuant to the Investment Advisory Agreement. Under the sub-administration agreement with Bank of New York Mellon, the fees paid include the cost of calculating the Fund's NAV. The Fund reimburses the Adviser for this service. During the year ended December 31, 2024, the Fund accrued \$45,000 in accounting fees in the Statement of Operations.

As per the approval of the Board, the Fund compensates an officer of the Fund, who is employed by the Fund and who is also employed by the Adviser and receives compensation from the Adviser. During the year ended December 31, 2024, the Fund accrued \$1,314 in payroll expenses in the Statement of Operations.

The Fund 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 Fund.

6. Line of Credit

The Fund participates in an unsecured and uncommitted line of credit, which expires on February 26, 2025 and may be renewed annually, of up to \$150,000,000 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. At December 31, 2024, there were no borrowings outstanding under the line of credit.

The average daily amount of borrowings outstanding under the line of credit for 11 days of borrowing during the year ended December 31, 2024 was \$249,909 with a weighted average interest rate of 6.58%. The maximum amount borrowed at any time during the year ended December 31, 2024 was \$349,000.

7. Capital Stock

Transactions in shares of capital stock were as follows:

	Year Ended December 31, 2024		Year Ended December 31, 2023	
	Shares	Amount	Shares	Amount
Shares sold	102,168	\$ 1,662,010	59,541	\$ 940,803
Shares issued upon reinvestment of distributions	456,443	6,800,996	450,879	6,772,205
Shares redeemed	(711,057)	(11,251,980)	(436,774)	(6,813,194)
Net increase/(decrease)	(152,446)	\$ (2,788,974)	73,646	\$ 899,814

8. 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.

December 31, 2024

9. Segment Reporting

In this reporting period, the Fund adopted FASB Accounting Standards Update 2023-07, Segment Reporting (Topic 280) - Improvements to Reportable Segment Disclosures (ASU 2023-07). Adoption of the new standard impacted financial statement disclosures only and did not affect the Fund's financial position or results of operations. The Fund's Principal Executive Officer and Principal Financial Officer act as the Fund's chief operating decision maker (CODM), as defined in Topic 280, assessing performance and making decisions about resource allocation. The CODM has determined that the Fund has a single operating segment based on the fact that the CODM monitors the operating results of the Fund as a whole and the Fund's long-term strategic asset allocation is guided by the Fund's investment objective and principal investment strategies, and executed by the Fund's portfolio management team, comprised of investment professionals employed by the Adviser. The financial information provided to and reviewed by the CODM is consistent with that presented in each Fund's Schedule of Investments, Statements of Operations and Changes in Net Assets and Financial Highlights.

10. Subsequent Events

On February 26, 2025, the Fund renewed the unsecured and uncommitted line of credit, which expires on February 25, 2026 and may be renewed annually, of up to \$150,000,000 under which it may borrow up to 10% of its net assets from the bank for temporary borrowing purposes.

The Fund has been notified that Guardian, the insurance company through which the Fund shares are offered, will remove the Fund as an investment option in late April 2025 which will result in a partial or full redemption of the Fund's shares. If Guardian and its affiliates complete a full redemption of their shares, then the Fund will liquidate in due course.

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 other subsequent events requiring recognition or disclosure in the financial statements.

■ Gabelli Capital Asset Fund

Report of Independent Registered Public Accounting Firm

To the Shareholders of Gabelli Capital Asset Fund
and the Board of Directors of Gabelli Capital Series Funds, Inc.

Opinion on the Financial Statements

We have audited the accompanying statement of assets and liabilities of Gabelli Capital Series Funds, Inc. (the “Corporation”) (comprising Gabelli Capital Asset Fund (the “Fund”)), including the schedule of investments, as of December 31, 2024, and the related statement of operations for the year then ended, the statements of changes in net assets for each of the two years in the period then ended, the financial highlights for each of the five years in the period then ended and the related notes (collectively referred to as the “financial statements”). In our opinion, the financial statements present fairly, in all material respects, the financial position of the Fund comprising Gabelli Capital Series Funds, Inc. at December 31, 2024, the results of its operations for the year then ended, the changes in its net assets for each of the two years in the period then ended and its financial highlights for each of the five years in the period then ended, in conformity with U.S. generally accepted accounting principles.

Basis for Opinion

These financial statements are the responsibility of the Corporation’s management. Our responsibility is to express an opinion on the Fund’s financial statements based on our audits. We are a public accounting firm registered with the Public Company Accounting Oversight Board (United States) (“PCAOB”) and are required to be independent with respect to the Corporation in accordance with the U.S. federal securities laws and the applicable rules and regulations of the Securities and Exchange Commission and the PCAOB.

We conducted our audits in accordance with the standards of the PCAOB. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement, whether due to error or fraud. The Corporation is not required to have, nor were we engaged to perform, an audit of the Corporation’s internal control over financial reporting. As part of our audits, we are required to obtain an understanding of internal control over financial reporting but not for the purpose of expressing an opinion on the effectiveness of the Corporation’s internal control over financial reporting. Accordingly, we express no such opinion.

Our audits included performing procedures to assess the risks of material misstatement of the financial statements, whether due to error or fraud, and performing procedures that respond to those risks. Such procedures included examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements. Our procedures included confirmation of securities owned as of December 31, 2024 by correspondence with the custodians, brokers and others; when replies were not received from brokers or others, we performed other auditing procedures. Our audits also included evaluating the accounting principles used and significant estimates made by management, as well as evaluating the overall presentation of the financial statements. We believe that our audits provide a reasonable basis for our opinion.

Ernst + Young LLP

We have served as the auditor of one or more Gabelli Funds investment companies since 1992.

New York, New York
March 1, 2025

■ Gabelli Capital Asset Fund

Liquidity Risk Management Program (Unaudited)

In accordance with Rule 22e-4 under the 1940 Act, the Fund has established a liquidity risk management program (the LRM Program) to govern its approach to managing liquidity risk. The LRM Program is administered by the Liquidity Committee (the Committee), which is comprised of members of Gabelli Funds, LLC management. The Board has designated the Committee to administer the LRM Program.

The LRM Program's principal objectives include supporting the Fund's compliance with limits on investments in illiquid assets and mitigating the risk that the Fund will be unable to meet its redemption obligations in a timely manner. The LRM Program also includes elements that support the management and assessment of liquidity risk, including an annual assessment of factors that influence the Fund's liquidity and the monthly classification and re-classification of certain investments that reflect the Committee's assessment of their relative liquidity under current market conditions.

At a meeting of the Board held on May 15, 2024, the Board received a written report from the Committee regarding the design and operational effectiveness of the LRM Program. The Committee determined, and reported to the Board, that the LRM Program is reasonably designed to assess and manage the Fund's liquidity risk and has operated adequately and effectively since its implementation. The Committee reported that there were no liquidity events that impacted the Fund or its ability to timely meet redemptions without dilution to existing shareholders. The Committee noted that the Fund is primarily invested in highly liquid securities and, accordingly, continues to be exempt from the requirement to determine a "highly liquid investment minimum" as defined in the Rule 22e-4. Because of that continued qualification for the exemption, the Fund has not adopted a "highly liquid investment minimum" amount. The Committee further noted that while changes to the LRM Program were made during the Review Period and reported to the Board, no material changes were made to the LRM Program as a result of the Committee's annual review.

There can be no assurance that the LRM Program will achieve its objectives in the future. Please refer to the Fund's Prospectus for more information regarding its exposure to liquidity risk and other principal risks to which an investment in the Fund may be subject.

For the year ended December 31, 2024, the Fund paid to shareholders ordinary income distributions (comprised of net investment income and short term capital gains) totaling \$0.1163 per share, and long term capital gains totaling \$6,371,269, or the maximum allowable. The distributions of long term capital gains have been designated as a capital gain dividend by the Fund's Board of Directors. For the year ended December 31, 2024, 100% of the ordinary income distribution qualifies for the dividends received deduction available to corporations. The Fund designates 100% of the ordinary income distribution as qualified dividend income pursuant to the Jobs and Growth Tax Relief Reconciliation Act of 2003. The Fund designates 2.29% of the ordinary income distribution as qualified interest income pursuant to the Tax Relief, Unemployment Reauthorization, and Job Creation Act of 2010. The Fund designates 100% of the ordinary income distribution as qualified short term gain pursuant to the American Jobs Creation Act of 2004.

U.S. Government Income:

The percentage of the ordinary income distribution paid by the Fund during the year ended December 31, 2024 which was derived from U.S. Treasury securities was 2.09%. Such income is exempt from state and local tax in all states. However, many states, including New York and California, allow a tax exemption for a portion of the income earned only if a mutual fund has invested at least 50% of its assets at the end of each quarter of the Fund's fiscal year in U.S. Government securities. The Fund did not meet this strict requirement in 2024. The percentage of U.S. Government securities held as of December 31, 2024 was 0.1%. Due to the diversity in state and local tax law, it is recommended that you consult your personal tax adviser as to the applicability of the information provided to your specific situation.

All designations are based on financial information available as of the date of this annual report and, accordingly, are subject to change. For each item, it is the intention of the Fund to designate the maximum amount permitted under the Internal Revenue Code and the regulations thereunder.