

Gabelli Global Deal Fund  
Form N-CSRS  
September 03, 2010

**UNITED STATES  
SECURITIES AND EXCHANGE COMMISSION  
Washington, D.C. 20549  
FORM N-CSR  
CERTIFIED SHAREHOLDER REPORT OF REGISTERED MANAGEMENT  
INVESTMENT COMPANIES**

**Investment Company Act file number 811-21969**

**The Gabelli Global Deal Fund**

(Exact name of registrant as specified in charter)

One Corporate Center

Rye, New York 10580-1422

(Address of principal executive offices) (Zip code)

Bruce N. Alpert

Gabelli Funds, LLC

One Corporate Center

Rye, New York 10580-1422

(Name and address of agent for service)

registrant's telephone number, including area code: 1-800-422-3554

Date of fiscal year end: December 31

Date of reporting period: June 30, 2010

Form N-CSR is to be used by management investment companies to file reports with the Commission not later than 10 days after the transmission to stockholders of any report that is required to be transmitted to stockholders under Rule 30e-1 under the Investment Company Act of 1940 (17 CFR 270.30e-1). The Commission may use the information provided on Form N-CSR in its regulatory, disclosure review, inspection, and policymaking roles. A registrant is required to disclose the information specified by Form N-CSR, and the Commission will make this information public. A registrant is not required to respond to the collection of information contained in Form N-CSR unless the Form displays a currently valid Office of Management and Budget (OMB) control number. Please direct comments concerning the accuracy of the information collection burden estimate and any suggestions for reducing the burden to Secretary, Securities and Exchange Commission, 100 F Street, NE, Washington, DC 20549. The OMB has reviewed this collection of information under the clearance requirements of 44 U.S.C. § 3507.

---

**Item 1. Reports to Stockholders.**

The Report to Shareholders is attached herewith.

**The Gabelli Global Deal Fund**  
Semi-Annual Report  
June 30, 2010

Mario J. Gabelli, CFA

**To Our Shareholders,**

The Gabelli Global Deal Fund's (the "Fund") net asset value ("NAV") total return was (2.1)% during the semi-annual period ended June 30, 2010, compared with a return of 0.1% for the 3 Month U.S. Treasury Bill Index. The total return for the Fund's publicly traded shares was (4.3)% during the first half of the year. For the one year period ended June 30, 2010, the Fund's NAV total return was 1.5% and the total return for the Fund's publicly traded shares was 7.3%, compared with a return of 0.2% for the 3 Month U.S. Treasury Bill Index. On June 30, 2010, the Fund's NAV per share was \$14.88, while the price of the publicly traded shares closed at \$13.17 on the New York Stock Exchange ("NYSE").

Enclosed are the financial statements and the investment portfolio as of June 30, 2010.

**Comparative Results**

**Average Annual Returns through June 30, 2010 (a) (Unaudited)**

|                                    | Quarter | Year to Date | 1 Year | 3 Year  | Since Inception (01/31/07) |
|------------------------------------|---------|--------------|--------|---------|----------------------------|
| <b>Gabelli Global Deal Fund</b>    |         |              |        |         |                            |
| <b>NAV Total Return (b)</b>        | (2.76)% | (2.09)%      | 1.49%  | (0.05)% | 0.81%                      |
| <b>Investment Total Return (c)</b> | (5.65)  | (4.33)       | 7.26   | (1.63)  | (3.07)                     |
| 3 Month U.S. Treasury Bill Index   | 0.04    | 0.05         | 0.16   | 1.57    | 2.00                       |

(a) **Returns**

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

*Investment returns and the principal value of an investment will fluctuate. When shares are sold, they may be worth more or less than their original cost.*

*Current performance may be lower or higher than the performance data presented. Visit [www.gabelli.com](http://www.gabelli.com)*

*for performance information as of the most recent month end.*

*Performance returns for periods of less than one year are not annualized.*

***Investors should carefully consider the investment objectives, risks, charges, and expenses of the Fund before investing. The 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***

***re-balancing***

***date. To qualify***

***for selection, an***

***issue must have***

***settled on or***

***before the***

***re-balancing***

***(month end) date.***

***Dividends are***

***considered***

***reinvested except***

***for the 3 Month***

***U.S. Treasury Bill***

***Index. You cannot***

*invest directly in an index.*

(b) *Total returns and average annual returns reflect changes in the NAV per share and reinvestment of distributions at NAV on the ex-dividend date and are net of expenses. Since inception return is based on an initial NAV of \$19.06.*

(c) *Total returns and average annual returns reflect changes in closing market values on the New York Stock Exchange and reinvestment of distributions. Since inception return is based on an initial offering price of \$20.00.*

We have separated the portfolio manager's commentary from the financial statements and investment portfolio due to corporate governance regulations stipulated by the Sarbanes-Oxley Act of 2002. We have done this to ensure that the content of the portfolio manager's commentary is unrestricted. The financial statements and investment portfolio are mailed separately from the commentary. Both the commentary and the financial statements, including the portfolio of investments, will be available on our website at [www.gabelli.com](http://www.gabelli.com).

---

**THE GABELLI GLOBAL DEAL FUND**  
**Summary of Portfolio Holdings (Unaudited)**

The following table presents portfolio holdings as a percent of total investments as of June 30, 2010:

**Long Positions**

|                                |        |
|--------------------------------|--------|
| U.S. Government Obligations    | 33.3%  |
| Health Care                    | 26.8%  |
| Computer Software and Services | 9.1%   |
| Energy and Utilities           | 4.4%   |
| Business Services              | 4.3%   |
| Diversified Industrial         | 3.7%   |
| Telecommunications             | 2.5%   |
| Commercial Services            | 2.3%   |
| Electronics                    | 2.2%   |
| Financial Services             | 1.8%   |
| Computer Hardware              | 1.6%   |
| Food and Beverage              | 1.3%   |
| Media                          | 1.2%   |
| Metals and Mining              | 1.1%   |
| Entertainment                  | 0.8%   |
| Specialty Chemicals            | 0.7%   |
| Transportation                 | 0.7%   |
| Retail                         | 0.4%   |
| Restaurants                    | 0.4%   |
| Aerospace and Defense          | 0.3%   |
| Consumer Products              | 0.2%   |
| Automotive Rental/Equipment    | 0.2%   |
| Building and Construction      | 0.2%   |
| Machinery                      | 0.1%   |
| Aerospace                      | 0.1%   |
| Semiconductors                 | 0.1%   |
| Cable and Satellite            | 0.1%   |
| Equipment and Supplies         | 0.1%   |
| Hotels and Gaming              | 0.0%   |
| Materials                      | 0.0%   |
| Real Estate                    | 0.0%   |
| Publishing                     | 0.0%   |
| Environmental Services         | 0.0%   |
| Educational Services           | 0.0%   |
|                                | 100.0% |

**Short Positions**

|                      |        |
|----------------------|--------|
| Energy and Utilities | (0.0)% |
|----------------------|--------|

*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-Q, the last of which was filed for the quarter ended March 31, 2010. Shareholders may obtain this information at [www.gabelli.com](http://www.gabelli.com) or by calling the Fund at 800-GABELLI (800-422-3554). The Fund's Form N-Q is available on the SEC's website at [www.sec.gov](http://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 1-800-SEC-0330.*

**Proxy Voting**

The Fund files Form N-PX with its complete proxy voting record for the twelve months ended June 30th, no later than August 31st 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](http://www.sec.gov).

**Shareholder Meeting May 17, 2010 Final Results**

The Fund's Annual Meeting of Shareholders was held on May 17, 2010 at the Greenwich Library in Greenwich, Connecticut. At that meeting, common and preferred shareholders, voting together as a single class, elected Edward T. Tokar and Salvatore J. Zizza as Trustees of the Fund. A total of 18,803,713 votes and 17,585,848 votes were cast in favor of each Trustee and a total of 2,029,304 votes and 3,247,169 votes were withheld for each Trustee, respectively. In addition, preferred shareholders, voting as a separate class, elected Anthony J. Colavita as Trustee of the Fund. A total of 930,154 votes were cast in favor of this Trustee and a total of 342,484 votes were withheld for this Trustee.

James P. Conn, Clarence A. Davis, Arthur V. Ferrara, Mario J. Gabelli, Mario d'Urso, and Michael J. Melarkey continue to serve in their capacities as Trustees of the Fund.

We thank you for your participation and appreciate your continued support.

**THE GABELLI GLOBAL DEAL FUND**  
**SCHEDULE OF INVESTMENTS**  
**June 30, 2010 (Unaudited)**

| Shares  |   | Cost       | Market Value |
|---------|---|------------|--------------|
|         | <b>COMMON STOCKS 65.8%</b>  |            |              |
|         | <b>Aerospace and Defense 0.3%</b>                                   |            |              |
| 19,000  | Argon ST Inc.   | \$ 651,328 | \$ 651,510   |
| 79,000  | The Allied Defense Group Inc.                                       | 568,195    | 298,620      |
| 15,000  | VT Group plc  | 163,354    | 173,689      |
|         |   | 1,382,877  | 1,123,819    |
|         | <b>Automotive Rental/Equipment 0.2%</b>                             |            |              |
| 20,000  | Dollar Thrifty Automotive Group Inc.                                | 859,729    | 852,200      |
|         | <b>Building and Construction 0.2%</b>                               |            |              |
| 40,000  | Seacliff Construction Corp.   | 647,755    | 642,525      |
|         | <b>Business Services 4.3%</b>                                       |            |              |
| 8,000   | Acxiom Corp.  | 97,703     | 117,520      |
| 380,000 | Bowne & Co. Inc.  | 4,280,468  | 4,263,600    |
| 90,000  | Clear Channel Outdoor Holdings Inc., Cl. A                          | 631,561    | 781,200      |
| 80,000  | Diebold Inc.  | 2,951,772  | 2,180,000    |
| 20,000  | Scott Wilson Group plc  | 78,433     | 79,486       |
| 50,000  | SonicWALL Inc.  | 563,338    | 587,500      |
| 250,000 | Stanley Inc.  | 9,269,401  | 9,345,000    |
|         |   | 17,872,676 | 17,354,306   |
|         | <b>Cable and Satellite 0.1%</b>                                     |            |              |
| 14,000  | British Sky Broadcasting Group plc                                  | 146,229    | 146,526      |
| 25,000  | Zon Multimedia Servicos de Telecomunicacoes e Multimedia<br>SGPS SA | 245,750    | 97,278       |
|         |   | 391,979    | 243,804      |
|         | <b>Commercial Services 2.3%</b>                                     |            |              |
| 525,700 | DynCorp International Inc., Cl. A                                   | 9,088,778  | 9,210,264    |
|         | <b>Computer Hardware 1.1%</b>                                       |            |              |
| 622,200 | Palm Inc.   | 3,542,250  | 3,540,318    |
| 26,000  | SanDisk Corp.   | 257,371    | 1,093,820    |
|         |   | 3,799,621  | 4,634,138    |
|         | <b>Computer Software and Services 9.1%</b>                          |            |              |
| 700,000 | CyberSource Corp.   | 17,965,929 | 17,871,000   |
| 30,000  | Double-Take Software Inc.   | 308,962    | 314,700      |

Edgar Filing: Gabelli Global Deal Fund - Form N-CSRS

|         |                                      |            |            |
|---------|--------------------------------------|------------|------------|
| 100,000 | Global IP Solutions Holding AB       | 199,790    | 192,847    |
| 101,700 | Intelligroup Inc.                    | 470,965    | 470,871    |
| 18,000  | Mentor Graphics Corp.                | 136,156    | 159,300    |
| 5,000   | Novell Inc.                          | 29,685     | 28,400     |
| 21,600  | Soapstone Networks Inc.              | 8,730      | 454        |
| 260,000 | Sybase Inc.                          | 16,749,967 | 16,811,600 |
| 84,000  | Yahoo! Inc.                          | 2,264,132  | 1,161,720  |
|         |                                      | 38,134,316 | 37,010,892 |
|         | <b>Consumer Products 0.2%</b>        |            |            |
| 30,000  | Harman International Industries Inc. | 1,115,698  | 896,700    |
| 8,000   | Heelys Inc.                          | 20,860     | 19,440     |
|         |                                      | 1,136,558  | 916,140    |
|         | <b>Diversified Industrial 3.7%</b>   |            |            |
| 450,000 | Myers Industries Inc.                | 9,813,283  | 3,640,500  |
| 65,000  | Sperian Protection                   | 9,185,538  | 9,140,824  |
| 60,000  | Tyco International Ltd.              | 2,357,003  | 2,113,800  |
|         |                                      | 21,355,824 | 14,895,124 |
|         | <b>Educational Services 0.0%</b>     |            |            |
| 1,000   | Corinthian Colleges Inc.             | 7,515      | 9,850      |
|         | <b>Electronics 2.2%</b>              |            |            |
| 211,700 | Alliance Semiconductor Corp.         | 1,041,598  | 45,516     |
| 103,000 | Bel Fuse Inc., Cl. A                 | 3,176,068  | 1,709,800  |
| 896,500 | Bell Microproducts Inc.              | 6,236,586  | 6,257,570  |
| 25,000  | International Rectifier Corp.        | 397,307    | 465,250    |
| 20,000  | Virage Logic Corp.                   | 237,380    | 237,800    |
| 50,000  | Zygo Corp.                           | 460,352    | 405,500    |
|         |                                      | 11,549,291 | 9,121,436  |
|         | <b>Energy and Utilities 4.3%</b>     |            |            |
| 110,000 | Allegheny Energy Inc.                | 2,377,599  | 2,274,800  |
| 5,000   | Arena Resources Inc.                 | 176,405    | 159,500    |
| 20,000  | Arrow Energy Ltd.                    | 91,828     | 81,650     |
| 30,000  | Constellation Energy Group Inc.      | 699,777    | 967,500    |
| 450,000 | Dragon Oil plc                       | 2,767,018  | 2,743,164  |
| 278,000 | Endesa SA                            | 11,886,429 | 5,947,478  |
| 60,000  | NorthWestern Corp.                   | 1,645,895  | 1,572,000  |
| 100,000 | NRG Energy Inc.                      | 2,355,635  | 2,121,000  |
| 1,000   | Origin Energy Ltd.                   | 15,738     | 12,576     |
| 2,000   | Prosafe Production Public Ltd.       | 4,623      | 4,072      |
| 190,000 | Scorpion Offshore Ltd.               | 1,190,431  | 1,179,517  |
| 6,000   | Smith International Inc.             | 246,308    | 225,900    |
| 10,000  | Southwest Water Co.                  | 103,775    | 104,800    |
| 100,000 | UTS Energy Corp.                     | 110,747    | 193,509    |



Edgar Filing: Gabelli Global Deal Fund - Form N-CSRS

|         |                                    |            |            |
|---------|------------------------------------|------------|------------|
| 100,000 | WesternZagros Resources Ltd.       | 303,795    | 44,150     |
|         |                                    | 23,976,003 | 17,631,616 |
|         | <b>Entertainment 0.8%</b>          |            |            |
| 10,000  | Cedar Fair LP                      | 112,440    | 123,200    |
| 30,000  | Madison Square Garden Inc., Cl. A  | 495,327    | 590,100    |
| 285,000 | Take-Two Interactive Software Inc. | 4,734,898  | 2,565,000  |
|         |                                    | 5,342,665  | 3,278,300  |

See accompanying notes to financial statements.

**THE GABELLI GLOBAL DEAL FUND**  
**SCHEDULE OF INVESTMENTS (Continued)**  
**June 30, 2010 (Unaudited)**

| Shares    |  | Cost       | Market Value |
|-----------|--|------------|--------------|
|           | <b>COMMON STOCKS (Continued)</b>         |            |              |
|           | <b>Environmental Services 0.0%</b>       |            |              |
| 1,000     | Waste Services Inc.                      | \$ 7,798   | \$ 11,660    |
|           | <b>Equipment and Supplies 0.1%</b>       |            |              |
| 4,000     | The Middleby Corp.                       | 95,182     | 212,760      |
|           | <b>Financial Services 1.8%</b>           |            |              |
| 10,000    | Climate Exchange plc                     | 109,707    | 111,609      |
| 50,000    | GLG Partners Inc.                        | 219,100    | 219,000      |
| 165,000   | Interactive Data Corp.                   | 5,422,359  | 5,507,700    |
| 120,000   | SLM Corp.                                | 2,473,231  | 1,246,800    |
|           |  | 8,224,397  | 7,085,109    |
|           | <b>Food and Beverage 1.3%</b>            |            |              |
| 100,000   | American Italian Pasta Co., Cl. A        | 5,275,380  | 5,287,000    |
| 175,000   | China Huiyuan Juice Group Ltd.           | 171,825    | 120,683      |
| 1,000     | Reddy Ice Holdings Inc.                  | 5,181      | 3,230        |
|           |  | 5,452,386  | 5,410,913    |
|           | <b>Health Care 26.8%</b>                 |            |              |
| 4,000     | Abraxis BioScience Inc.                  | 296,005    | 296,800      |
| 30,500    | Alcon Inc.                               | 4,712,133  | 4,519,795    |
| 16,000    | ArthroCare Corp.                         | 138,864    | 490,400      |
| 93,800    | ATS Medical Inc.                         | 369,543    | 372,386      |
| 3,000     | Biogen Idec Inc.                         | 159,613    | 142,350      |
| 44,000    | Crucell NV, ADR                          | 879,204    | 806,080      |
| 2,000     | Enzon Pharmaceuticals Inc.               | 17,870     | 21,300       |
| 800,000   | ev3 Inc.                                 | 17,833,226 | 17,928,000   |
| 400,000   | HealthTronics Inc.                       | 1,920,858  | 1,932,000    |
| 44,500    | Indevus Pharmaceuticals Inc., Escrow (a) | 0          | 48,950       |
| 3,000     | inVentiv Health Inc.                     | 75,555     | 76,800       |
| 1,100,000 | Javelin Pharmaceuticals Inc.             | 2,430,645  | 2,420,000    |
| 8,000     | Life Technologies Corp.                  | 277,916    | 378,000      |
| 345,000   | Millipore Corp.                          | 36,488,135 | 36,794,250   |
| 200,000   | National Dentex Corp.                    | 3,391,476  | 3,370,000    |
| 44,000    | Odyssey HealthCare Inc.                  | 1,167,716  | 1,175,680    |
| 860,000   | Phase Forward Inc.                       | 14,454,613 | 14,344,800   |
| 32,000    | Psychiatric Solutions Inc.               | 1,040,223  | 1,047,040    |
| 997,600   | SenoRx Inc.                              | 10,852,768 | 10,953,648   |
| 310,400   | Somanetics Corp.                         | 7,728,624  | 7,744,480    |

Edgar Filing: Gabelli Global Deal Fund - Form N-CSRS

|         |  |             |             |
|---------|--|-------------|-------------|
| 20,000  | Talecris Biotherapeutics Holdings Corp.    | 413,858     | 422,000     |
| 20,000  | Trimeris Inc.                              | 71,450      | 43,200      |
| 1,000   | Valeant Pharmaceuticals International Inc. | 45,740      | 52,290      |
| 24,000  | Virtual Radiologic Corp.                   | 407,518     | 411,840     |
| 225,000 | WuXi PharmaTech (Cayman) Inc., ADR         | 4,213,278   | 3,591,000   |
|         |  | 109,386,831 | 109,383,089 |
|         | <b>Hotels and Gaming 0.0%</b>              |             |             |
| 15,000  | MGM Resorts International                  | 39,300      | 144,600     |
|         | <b>Machinery 0.1%</b>                      |             |             |
| 40,000  | Sauer-Danfoss Inc.                         | 531,000     | 488,800     |
|         | <b>Materials 0.0%</b>                      |             |             |
| 6,000   | CIMPOR Cimentos de Portugal SGPS SA        | 45,956      | 33,912      |
| 5,000   | Intertape Polymer Group Inc.               | 23,400      | 10,459      |
|         |  | 69,356      | 44,371      |
|         | <b>Media 1.2%</b>                          |             |             |
| 68,000  | APN News & Media Ltd.                      | 319,421     | 113,619     |
| 205,000 | Cablevision Systems Corp., Cl. A           | 4,600,501   | 4,922,050   |
|         |  | 4,919,922   | 5,035,669   |
|         | <b>Metals and Mining 1.1%</b>              |             |             |
| 28,000  | Camino Minerals Corp.                      | 5,242       | 6,838       |
| 20,000  | Forsys Metals Corp.                        | 99,402      | 44,714      |
| 400,000 | Gerdau Ameristeel Corp.                    | 4,403,070   | 4,360,000   |
| 5,000   | Lonmin plc                                 | 73,737      | 105,408     |
| 9,000   | Xstrata plc                                | 53,675      | 119,247     |
|         |  | 4,635,126   | 4,636,207   |
|         | <b>Publishing 0.0%</b>                     |             |             |
| 136,000 | SCMP Group Ltd.                            | 48,079      | 22,879      |
|         | <b>Real Estate 0.0%</b>                    |             |             |
| 5,000   | Eco Business-Immobilien AG                 | 39,976      | 39,437      |
|         | <b>Restaurants 0.4%</b>                    |             |             |
| 120,000 | CKE Restaurants Inc.                       | 1,477,300   | 1,503,600   |
| 1,000   | Landry's Restaurants Inc.                  | 14,657      | 24,460      |
| 12,000  | Rubio's Restaurants Inc.                   | 100,868     | 101,640     |
|         |  | 1,592,825   | 1,629,700   |
|         | <b>Retail 0.4%</b>                         |             |             |
| 50,000  | Casey's General Stores Inc.                | 1,817,029   | 1,745,000   |

Edgar Filing: Gabelli Global Deal Fund - Form N-CSRS

|        |                            |             |         |           |
|--------|----------------------------|-------------|---------|-----------|
|        | <b>Semiconductors</b>      | <b>0.1%</b> |         |           |
| 33,000 | Emulex Corp.               |             | 300,023 | 302,940   |
|        | <b>Specialty Chemicals</b> | <b>0.5%</b> |         |           |
| 9,000  | A. Schulman Inc.           |             | 235,080 | 170,640   |
| 1,500  | Airgas Inc.                |             | 90,499  | 93,300    |
| 34,500 | Ashland Inc.               |             | 470,380 | 1,601,490 |
|        |                            |             | 795,959 | 1,865,430 |

See accompanying notes to financial statements.

4

---

**THE GABELLI GLOBAL DEAL FUND**  
**SCHEDULE OF INVESTMENTS (Continued)**  
**June 30, 2010 (Unaudited)**

| Shares     |   | Cost               | Market Value       |
|------------|---|--------------------|--------------------|
|            | <b>COMMON STOCKS (Continued)</b>                                  |                    |                    |
|            | <b>Telecommunications 2.5%</b>                                    |                    |                    |
| 710,000    | Asia Satellite Telecommunications Holdings Ltd.                   | \$ 1,579,364       | \$ 1,079,557       |
| 80,000     | BCE Inc.  | 1,654,571          | 2,341,600          |
| 65,000     | Portugal Telecom SGPS SA  | 686,683            | 650,191            |
| 413,200    | RCN Corp.   | 6,135,081          | 6,119,492          |
|            |   | 10,055,699         | 10,190,840         |
|            | <b>Transportation 0.7%</b>  |                    |                    |
| 240,000    | Arriva plc  | 2,703,965          | 2,743,164          |
|            | <b>TOTAL COMMON STOCKS</b>  | <b>286,260,440</b> | <b>267,916,982</b> |
|            | <b>RIGHTS 0.0%</b>  |                    |                    |
|            | <b>Health Care 0.0%</b>   |                    |                    |
| 6,000      | Fresenius Kabi Pharmaceuticals Holding Inc., CVR, expire 12/31/10 | 1                  | 786                |
|            | <b>Principal Amount</b>   |                    |                    |
|            | <b>CONVERTIBLE CORPORATE BONDS 0.8%</b>                           |                    |                    |
|            | <b>Aerospace 0.1%</b>   |                    |                    |
| \$ 500,000 | GenCorp Inc., Sub. Deb. Cv., 4.063%, 12/31/39 (b)                 | 383,996            | 416,250            |
|            | <b>Computer Hardware 0.5%</b>                                     |                    |                    |
| 2,000,000  | SanDisk Corp., Cv., 1.000%, 05/15/13                              | 1,628,654          | 1,787,500          |
|            | <b>Electronics 0.0%</b>   |                    |                    |
| 100,000    | Bell Microproducts Inc., Cv., Ser. B, 3.750%, 03/05/24            | 99,601             | 99,750             |
|            | <b>Specialty Chemicals 0.2%</b>                                   |                    |                    |
| 1,000,000  | Ferro Corp., Cv., 6.500%, 08/15/13                                | 488,740            | 968,750            |
|            | <b>TOTAL CONVERTIBLE CORPORATE BONDS</b>                          | <b>2,600,991</b>   | <b>3,272,250</b>   |
|            | <b>CORPORATE BONDS 0.1%</b>                                       |                    |                    |
|            | <b>Diversified Industrial 0.0%</b>                                |                    |                    |
| 150,000    | Park-Ohio Industries Inc., Sub. Deb., 8.375%, 11/15/14            | 79,201             | 139,500            |
|            | <b>Energy and Utilities 0.1%</b>                                  |                    |                    |
| 600,000    |   | 382,804            | 399,000            |

Edgar Filing: Gabelli Global Deal Fund - Form N-CSRS

Texas Competitive Electric Holdings Co. LLC, Ser. B  
(STEP), 10.250%, 11/01/15

|             |  |                |                |
|-------------|--|----------------|----------------|
|             | <b>TOTAL CORPORATE BONDS</b>                                 | 462,005        | 538,500        |
|             | <b>U.S. GOVERNMENT OBLIGATIONS 33.3%</b>                     |                |                |
|             | <b>U.S. Treasury Bills 33.1%</b>                             |                |                |
| 134,879,000 | U.S. Treasury Bills, 0.066% to 0.244% , 07/29/10 to 12/16/10 | 134,826,066    | 134,828,130    |
|             | <b>U.S. Treasury Cash Management Bills 0.2%</b>              |                |                |
| 1,000,000   | U.S. Treasury Cash Management Bill, 0.137% , 07/15/10 (c)    | 999,948        | 999,948        |
|             | <b>TOTAL U.S. GOVERNMENT OBLIGATIONS</b>                     | 135,826,014    | 135,828,078    |
|             | <b>TOTAL INVESTMENTS 100.0%</b>                              | \$ 425,149,451 | 407,556,596    |
|             | <b>SECURITIES SOLD SHORT</b>                                 |                |                |
|             | (Proceeds received \$213,082)                                |                | (192,749)      |
|             | <b>Other Assets and Liabilities (Net)</b>                    |                | 3,725,436      |
|             | <b>PREFERRED STOCK</b>                                       |                |                |
|             | (1,920,242 preferred shares outstanding)                     |                | (96,012,100)   |
|             | <b>NET ASSETS COMMON SHARES</b>                              |                |                |
|             | (21,177,810 common shares outstanding)                       |                | \$ 315,077,183 |
|             | <b>NET ASSET VALUE PER COMMON SHARE</b>                      |                |                |
|             | (\$315,077,183 ÷ 21,177,810 shares outstanding)              |                | \$ 14.88       |

| Shares |  | Proceeds   | Market Value |
|--------|--|------------|--------------|
|        | <b>COMMON STOCKS SOLD SHORT (0.0)%</b> |            |              |
|        | <b>Energy and Utilities 0.0%</b>       |            |              |
| 3,483  | Schlumberger Ltd.                      | \$ 213,082 | \$ 192,749   |

(a) Security fair valued under procedures established by the Board of Trustees. The procedures may include reviewing available financial information

about the company and reviewing the valuation of comparable securities and other factors on a regular basis.

At June 30, 2010, the market value of the fair valued security amounted to \$48,950 or 0.01% of total investments.

- (b) Security exempt from registration under Rule 144A of the Securities Act of 1933, as amended. These securities may be resold in transactions exempt from registration, normally to qualified institutional buyers. At June 30, 2010, the market value of the Rule 144A security amounted to \$416,250 or 0.10% of total investments.

- (c) At June 30, 2010, \$1,000,000 of the principal amount was pledged as

collateral for for  
common stocks  
sold short.

Non-income  
producing  
security.

Represents  
annualized yield  
at date of  
purchase.

ADR American Depositary Receipt

CVR Contingent Value Right

STEP Step coupon bond. The rate disclosed is that in effect at June 30, 2010.

|                                   | <b>% of<br/>Market<br/>Value</b> | <b>Market<br/>Value</b> |
|-----------------------------------|----------------------------------|-------------------------|
| <b>Geographic Diversification</b> |                                  |                         |
| North America                     | 91.2%                            | \$ 371,586,321          |
| Europe                            | 7.3                              | 29,764,722              |
| Asia/Pacific                      | 1.0                              | 3,919,528               |
| Latin America                     | 0.5                              | 2,281,953               |
| Africa/Middle East                | 0.0                              | 4,072                   |
| Total Investments                 | 100.0%                           | \$ 407,556,596          |

See accompanying notes to financial statements.



**THE GABELLI GLOBAL DEAL FUND**  
**STATEMENT OF ASSETS AND LIABILITIES**  
**June 30, 2010 (Unaudited)**

**Assets:**

|   |                    |
|---|--------------------|
| Investments, at value (cost \$425,149,451)    | \$ 407,556,596     |
| Foreign currency, at value (cost \$5,510,849) | 5,025,227          |
| Cash  | 106,538            |
| Receivable for investments sold               | 10,215,334         |
| Dividends and interest receivable             | 170,051            |
| Unrealized appreciation on swap contracts     | 218,495            |
| Deferred offering expense                     | 677,714            |
| Prepaid expense                               | 6,697              |
| <b>Total Assets</b>                           | <b>423,976,652</b> |

**Liabilities:**

|  |                    |
|--|--------------------|
| Securities sold short, at value (proceeds \$213,082)   | 192,749            |
| Payable to brokers   | 9,896              |
| Payable for investments purchased  | 12,276,413         |
| Distributions payable  | 68,009             |
| Dividends payable on securities sold short   | 731                |
| Payable for investment advisory fees   | 170,928            |
| Payable for payroll expenses   | 13,371             |
| Payable for accounting fees  | 7,500              |
| Unrealized depreciation on swap contracts  | 7,390              |
| Series A 8.50% Cumulative Preferred Shares, callable and mandatory redemption 02/26/16 (See Notes 2 and 5) | 96,012,100         |
| Other accrued expenses   | 140,382            |
| <b>Total Liabilities</b>   | <b>108,899,469</b> |

**Net Assets Attributable to Common Shareholders** **\$ 315,077,183**

**Net Assets Attributable to Common Shareholders Consist of:**

|  |                |
|--|----------------|
| Paid-in capital  | \$ 336,695,086 |
| Accumulated net investment loss  | (4,196,344)    |
| Accumulated net realized gain on investments, swap contracts, securities sold short, and foreign currency transactions | 819,293        |
| Net unrealized depreciation on investments   | (17,592,855)   |
| Net unrealized appreciation on swap contracts  | 211,105        |
| Net unrealized appreciation on securities sold short   | 20,333         |
| Net unrealized depreciation on foreign currency translations   | (879,435)      |

**Net Assets** **\$ 315,077,183**

**Net Asset Value per Common Share:**

(\$315,077,183 ÷ 21,177,810 shares outstanding, at \$0.001 par value; unlimited number of shares authorized) \$ 14.88

**STATEMENT OF OPERATIONS**  
**For the Six Months Ended June 30, 2010 (Unaudited)**

**Investment Income:**

|   |              |
|---|--------------|
| Dividends (net of foreign taxes of \$109,192) | \$ 1,078,253 |
| Interest                                      | 371,728      |

|                                |                  |
|--------------------------------|------------------|
| <b>Total Investment Income</b> | <b>1,449,981</b> |
|--------------------------------|------------------|

**Expenses:**

|   |           |
|---|-----------|
| Investment advisory fees                            | 1,057,159 |
| Interest expense and amortization of offering costs | 4,057,845 |
| Shareholder communications expenses                 | 65,871    |
| Payroll expenses                                    | 57,322    |
| Offering expense for issuance of common shares      | 49,912    |
| Trustees fees                                       | 45,863    |
| Legal and audit fees                                | 27,070    |
| Custodian fees                                      | 25,998    |
| Accounting fees                                     | 22,500    |
| Shareholder services fees                           | 6,776     |
| Dividends on securities sold short                  | 731       |
| Miscellaneous expenses                              | 43,380    |

|                       |                  |
|-----------------------|------------------|
| <b>Total Expenses</b> | <b>5,460,427</b> |
|-----------------------|------------------|

## Less:

|  |       |
|--|-------|
| Advisory fee reduction on unsupervised assets (See Note 3) | (384) |
|--|-------|

|                     |                  |
|---------------------|------------------|
| <b>Net Expenses</b> | <b>5,460,043</b> |
|---------------------|------------------|

|                            |                    |
|----------------------------|--------------------|
| <b>Net Investment Loss</b> | <b>(4,010,062)</b> |
|----------------------------|--------------------|

**Net Realized and Unrealized Gain/(Loss) on Investments, Swap Contracts, Securities Sold Short, and Foreign Currency:**

|  |           |
|--|-----------|
| Net realized gain on investments                   | 4,100,096 |
| Net realized gain on swap contracts                | 757,228   |
| Net realized loss on securities sold short         | (55,472)  |
| Net realized gain on foreign currency transactions | 8,724     |

|  |           |
|--|-----------|
| Net realized gain on investments, swap contracts, securities sold short, and foreign currency transactions | 4,810,576 |
|--|-----------|

## Net change in unrealized appreciation/depreciation:

|                                  |             |
|----------------------------------|-------------|
| on investments                   | (6,971,735) |
| on swap contracts                | 175,277     |
| on securities sold short         | 20,333      |
| on foreign currency translations | (879,750)   |

|   |             |
|---|-------------|
| Net change in unrealized appreciation/depreciation on investments, swap contracts, securities sold short, and foreign currency translations | (7,655,875) |
|---|-------------|

|  |             |
|--|-------------|
| <b>Net Realized and Unrealized Gain/(Loss) on Investments, Swap Contracts, Securities Sold Short, and Foreign Currency</b> | (2,845,299) |
|--|-------------|

|   |                       |
|---|-----------------------|
| <b>Net Decrease in Net Assets Attributable to Common Shareholders Resulting from Operations</b> | <b>\$ (6,855,361)</b> |
|---|-----------------------|

See accompanying notes to financial statements.

6

---

**THE GABELLI GLOBAL DEAL FUND**  
**STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO COMMON SHAREHOLDERS**

|   | <b>Six Months<br/>Ended<br/>June 30, 2010<br/><br/>(Unaudited)</b> | <b>Year Ended<br/>December 31,<br/>2009</b> |
|---|--|---|
| <b>Operations:</b>  |  |   |
| Net investment loss   | \$ (4,010,062)   | \$ (11,427,327)                             |
| Net realized gain on investments, swap contracts, securities sold short, and foreign currency transactions                                  | 4,810,576  | 3,131,336                                   |
| Net change in unrealized appreciation/depreciation on investments, swap contracts, securities sold short, and foreign currency translations | (7,655,875)  | 27,739,123                                  |
| <b>Net Increase/(Decrease) in Net Assets Attributable to Common Shareholders Resulting from Operations</b>                                  | <b>(6,855,361)</b>   | <b>19,443,132</b>                           |
| <b>Distributions to Common Shareholders:</b>  |  |   |
| Net realized short-term gain  | (271,076)*   |   |
| Return of capital   | (13,282,722)*  | (27,128,321)                                |
| <b>Total Distributions to Common Shareholders</b>   | <b>(13,553,798)</b>  | <b>(27,128,321)</b>                         |
| <b>Fund Share Transactions:</b>   |  |   |
| Net decrease from repurchase of common shares   |  | (485,000)                                   |
| <b>Net Decrease in Net Assets from Fund Share Transactions</b>  |  | <b>(485,000)</b>                            |
| <b>Net Decrease in Net Assets Attributable to Common Shareholders</b>   | <b>(20,409,159)</b>  | <b>(8,170,189)</b>                          |
| <b>Net Assets Attributable to Common Shareholders:</b>  |  |   |
| Beginning of period   | 335,486,342  | 343,656,531                                 |
| End of period (including undistributed net investment income of \$0 and \$0, respectively)  | \$ 315,077,183   | \$ 335,486,342                              |

\* Based on year to date book income. Amounts are subject to change and recharacterization at year end.

See accompanying notes to financial statements.

7

---

**THE GABELLI GLOBAL DEAL FUND**  
**STATEMENT OF CASH FLOWS**  
**For the Six Months Ended June 30, 2010**  
**(Unaudited)**

**Cash Flows from Operating Activities:**

|  |                |
|--|----------------|
| Net Decrease in net assets resulting from operations | \$ (6,855,361) |
|--|----------------|

**Adjustments to Reconcile Net Increase in Net Assets Resulting from Operations to Net Cash from Operating Activities:**

|  |                |
|--|----------------|
| Purchase of long-term investment securities                          | (410,290,437)  |
| Proceeds from sales of long-term investment securities               | 319,369,514    |
| Net sales of short-term investment securities                        | 120,802,318    |
| Net realized gain on investments                                     | (4,100,096)    |
| Net change in unrealized appreciation/depreciation on investments    | 6,971,735      |
| Net amortization of premium/(discount)                               | (274,017)      |
| Net change in unrealized appreciation/depreciation on swap contracts | (175,277)      |
| Increase in securities sold short                                    | 192,749        |
| Increase in receivable for investments sold                          | (10,162,453)   |
| Increase in payable for investments purchased                        | 7,049,764      |
| Increase in payable to broker  | 9,896          |
| Increase in dividends and interest receivable                        | (14,692)       |
| Decrease in deferred offering expense                                | 49,912         |
| Decrease in prepaid expense  | 5,702          |
| Increase in payable for dividends on securities sold short           | 731            |
| Decrease in payable for investment advisory fees                     | (5,882,566)    |
| Decrease in payable for payroll expenses                             | (11,938)       |
| Decrease in payable for accounting fees                              | (3,750)        |
| Increase in other accrued expenses                                   | 14,899         |
| <br>Net cash used in operating activities                            | <br>16,696,633 |

**Cash Flows from Financing Activities:**

|  |                  |
|--|------------------|
| Distributions payable                  | (22,669)         |
| Distributions to Common Shareholders   | (13,553,798)     |
| <br>Net cash from financing activities | <br>(13,576,467) |
| <br>Net increase in cash               | <br>3,120,166    |

## Cash (including foreign currency):

|                     |              |
|---------------------|--------------|
| Beginning of period | 2,011,599    |
| Ending of period    | \$ 5,131,765 |

See accompanying notes to financial statements.



**THE GABELLI GLOBAL DEAL FUND  
FINANCIAL HIGHLIGHTS**

Selected data for a share of beneficial interest outstanding throughout each period:

|   | <b>Six Months<br/>Ended<br/>June 30,<br/>2010</b> | <b>Year Ended<br/>December 31,</b> |                 | <b>Period Ended<br/>December 31,<br/>2007 (g)</b> |
|---|---|------------------------------------|-----------------|---|
|   | <b>(Unaudited)</b>                                | <b>2009</b>                        | <b>2008</b>     |   |
| <b>Operating Performance:</b>   |   |                                    |                 |   |
| Net asset value, beginning of period  | \$ 15.84  | \$ 16.20                           | \$ 18.50        | \$ 19.06(h)                                       |
| Net investment income/(loss)  | (0.19)  | (0.54)                             | 0.18            | 0.37  |
| Net realized and unrealized gain/(loss)<br>on investments, swap contracts,<br>securities sold short, and foreign<br>currency transactions | (0.13)  | 1.46                               | (0.89)          | 0.27  |
| Total from investment operations  | (0.32)  | 0.92                               | (0.71)          | 0.64  |
| <b>Distributions to Common<br/>Shareholders:</b>  |   |                                    |                 |   |
| Net investment income   |   |                                    | (0.18)          | (0.30)  |
| Net realized gain   | (0.01)*   |                                    | (0.43)          | (0.90)  |
| Return of capital   | (0.63)*   | (1.28)                             | (0.99)          |   |
| Total distributions to common<br>shareholders   | (0.64)  | (1.28)                             | (1.60)          | (1.20)  |
| <b>Common Share Transactions:</b>   |   |                                    |                 |   |
| Increase in net asset value from<br>common share transactions   |   |                                    | 0.01            | 0.00(f)   |
| Decrease in net asset value from<br>repurchase of common shares   |   | (0.00)(f)                          |                 |   |
| Total fund share transactions   |   | 0.00(f)                            | 0.01            | 0.00(f)   |
| <b>Net Asset Value, End of Period</b>   | <b>\$ 14.88</b>                                   | <b>\$ 15.84</b>                    | <b>\$ 16.20</b> | <b>\$ 18.50</b>                                   |
| Net asset value total return  | (2.09)%   | 5.90%                              | (4.06)%         | 3.35%**   |
| Market value, end of period   | \$ 13.17  | \$ 14.41                           | \$ 13.14        | \$ 15.96  |
| Total investment return   | (4.33)%   | 20.03%                             | (8.39)%         | (14.55)%***                                       |

See accompanying notes to financial statements.





**THE GABELLI GLOBAL DEAL FUND**  
**FINANCIAL HIGHLIGHTS (Continued)**

Selected data for a share of beneficial interest outstanding throughout each period:

|   | Six Months<br>Ended              | Year Ended December |            | Period Ended<br>December 31,<br>2007 (g) |
|---|----------------------------------|---------------------|------------|--|
|   | June 30, 2010<br><br>(Unaudited) | 31,<br>2009         | 2008       |  |
| <b>Ratios to Average Net Assets and Supplemental Data:</b>  |                                  |                     |            |  |
| Net assets including liquidation value of preferred shares, end of period (in 000 s)  | \$ 411,089                       | \$ 431,498          |            |  |
| Net assets attributable to common shares, end of period (in 000 s)  | \$ 315,077                       | \$ 335,486          | \$ 343,657 | \$ 394,017                               |
| Ratio of net investment income to average net assets attributable to common shares including interest and offering costs                            | (2.44)%(e)                       | (3.35)%             | 1.02%      | 2.12%(e)                                 |
| Ratio of operating expenses including interest, custodian fee credits and offering costs to average net assets attributable to common shares (a)(b) | 3.32%(e)                         | 4.67%               | 0.66%      | 0.63%(e)                                 |
| Ratio of operating expenses excluding interest and offering costs to average net assets attributable to common shares                               | 0.82%(e)                         | 2.53%               | 0.65%      | 0.62%(e)                                 |
| Portfolio turnover rate   | 144%                             | 371%                | 334%       | 177%                                     |
| <b>Preferred Stock:</b>   |                                  |                     |            |  |
| <b>8.500% Series A Cumulative Preferred Shares (c)</b>  |                                  |                     |            |  |
| Liquidation value, end of period (in 000 s)   | \$ 96,012                        | \$ 96,012           |            |  |
| Total shares outstanding (in 000 s)   | 1,920                            | 1,920               |            |  |
| Liquidation preference per share  | \$ 50.00                         | \$ 50.00            |            |  |
| Average market value (d)  | \$ 53.59                         | \$ 53.40            |            |  |
| Asset coverage per share  | \$ 214.08                        | \$ 224.71           |            |  |
| Asset coverage  | 428%                             | 449%                |            |  |

Based on net asset value per share, adjusted for reinvestment of distributions at the net asset value per share on the ex-dividend dates. Total return for a period of less than one year is not annualized.

Based on market value per share, adjusted for reinvestment of distributions at prices obtained under the Fund's dividend reinvestment plan. Total return for a period of less than one year is not annualized.

Effective in 2008, a change in accounting policy was adopted with regard to the calculation of the portfolio turnover rate to include cash proceeds due to mergers. Had this policy been adopted retroactively, the portfolio turnover rate for the period ended December 31, 2007 would have been 411%.

\* Based on year to date book income. Amounts are subject to change and recharacterization at year end.

\*\* Based on net asset value per share at commencement of operations of \$19.06 per share, adjusted for reinvestment of distributions at the net asset value per

share on the  
ex-dividend dates.

\*\*\* Based on market  
value per share at  
initial public  
offering of \$20.00  
per share, adjusted  
for reinvestments  
of distributions at  
prices obtained  
under the Fund's  
dividend  
reinvestment plan.

- (a) The ratios do  
include a  
reduction for  
custodian fee  
credits on cash  
balances  
maintained with  
the custodian  
( Custodian Fee  
Credits ).  
Historically, the  
ratios reflected  
operating  
expenses before  
the reduction for  
Custodian Fee  
Credits. If the  
ratios did not  
reflect a reduction  
for Custodian Fee  
Credits, the ratios  
for the year ended  
December 31,  
2008 and the  
period ended  
December 31,  
2007 would have  
been 0.67% and  
0.64%,  
respectively. For  
the six months  
ended June 30,  
2010, and the year  
ended  
December 31,  
2009, the effect of

Custodian Fee  
Credits was  
minimal.

- (b) The Fund incurred interest expense during the six months ended June 30, 2010 and the periods ended December 31, 2009, 2008, and 2007. In the six months ended June 30, 2010 and the 2009 period, interest and offering costs include amounts relating to the 8.50% Series A Preferred Shares issued during this period.
- (c) Series A Cumulative Preferred Shares were first issued on February 6, 2009.
- (d) Based on weekly prices.
- (e) Annualized.
- (f) Amount represents less than \$0.005 per share.
- (g) The Gabelli Global Deal Fund commenced investment operations on January 31, 2007.
- (h) The beginning of period NAV

reflects a \$0.04  
reduction for costs  
associated with  
the initial public  
offering.

See accompanying notes to financial statements.

10

---

**THE GABELLI GLOBAL DEAL FUND**  
**NOTES TO FINANCIAL STATEMENTS (Unaudited)**

**1. Organization.** The Gabelli Global Deal Fund (the Fund ) is a non-diversified closed-end management investment company organized as a Delaware statutory trust on October 17, 2006 and registered under the Investment Company Act of 1940, as amended (the 1940 Act ). Investment operations commenced on January 31, 2007.

The Fund's primary investment objective is to achieve absolute returns in various market conditions without excessive risk of capital. The Fund will seek to achieve its objective by investing primarily in merger arbitrage transactions and, to a lesser extent,