

GABELLI CONVERTIBLE & INCOME SECURITIES FUND INC
Form N-Q
November 09, 2006

UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

FORM N-Q

QUARTERLY SCHEDULE OF PORTFOLIO HOLDINGS OF
REGISTERED MANAGEMENT INVESTMENT COMPANY

Investment Company Act file number 811-05715

The Gabelli Convertible and Income Securities Fund Inc.

(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: September 30, 2006

Form N-Q is to be used by management investment companies, other than small business investment companies registered on Form N-5 (ss.ss. 239.24 and 274.5 of this chapter), to file reports with the Commission, not later than 60 days after the close of the first and third fiscal quarters, pursuant to rule 30b1-5 under the Investment Company Act of 1940 (17 CFR 270.30b1-5). The Commission may use the information provided on Form N-Q in its regulatory, disclosure review, inspection, and policymaking roles.

A registrant is required to disclose the information specified by Form N-Q, and the Commission will make this information public. A registrant is not required to respond to the collection of information contained in Form N-Q 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 the 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. ss. 3507.

ITEM 1. SCHEDULE OF INVESTMENTS.

The Schedule(s) of Investments is attached herewith.

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THE GABELLI CONVERTIBLE AND INCOME SECURITIES FUND INC.
 SCHEDULE OF INVESTMENTS
 SEPTEMBER 30, 2006 (UNAUDITED)

PRINCIPAL AMOUNT -----		MARKET VALUE* -----
	CONVERTIBLE CORPORATE BONDS -- 29.2%	
	AEROSPACE -- 2.7%	
\$ 830,000	GenCorp Inc., Sub. Deb. Cv., 5.750%, 04/15/07	\$ 850,750
3,356,000	Kaman Corp., Sub. Deb. Cv., 6.000%, 03/15/12	3,272,100
		----- 4,122,850 -----
	AUTOMOTIVE: PARTS AND ACCESSORIES -- 6.3%	
6,900,000	Standard Motor Products Inc., Sub. Deb. Cv., 6.750%, 07/15/09	6,555,000
3,000,000	The Pep Boys - Manny, Moe & Jack, Cv., 4.250%, 06/01/07	2,996,250
		----- 9,551,250 -----
	BROADCASTING -- 3.9%	
5,000,000	Sinclair Broadcast Group Inc., Sub. Deb. Cv., 6.000%, 09/15/12	4,468,750
1,500,000	Sinclair Broadcast Group Inc., Sub. Deb. Cv. (STEP), 4.875%, 07/15/18	1,340,625
		----- 5,809,375 -----
	BUSINESS SERVICES -- 1.6%	
900,000	BBN Corp., Sub. Deb. Cv., 6.000%, 04/01/12+ (a) (d)	0
2,600,000	Trans-Lux Corp., Sub. Deb. Cv., 8.250%, 03/01/12	2,353,000
		----- 2,353,000 -----
	CABLE -- 0.0%	
400,000	Adelphia Communications Corp., Sub. Deb. Cv., 3.250%, 05/01/21+ (d)	2,400

	COMMUNICATIONS EQUIPMENT -- 8.1%	
3,000,000	Agere Systems Inc., Sub. Deb. Cv., 6.500%, 12/15/09	3,022,500
2,000,000	Lucent Technologies Inc., Sub. Deb. Cv., 8.000%, 08/01/31	2,017,500
5,500,000	Nortel Networks Corp., Cv., 4.250%, 09/01/08	5,280,000
1,900,000	TriQuint Semiconductor Inc.,	

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	Sub. Deb. Cv.,		
	4.000%, 03/01/07	1,892,875	

		12,212,875	

	CONSUMER PRODUCTS -- 0.1%		
100,000	Church & Dwight Co. Inc.,		
	Deb. Cv.,		
	5.250%, 08/15/33 (b)	134,875	

	PRINCIPAL		MARKET
	AMOUNT		VALUE*
	-----		-----
	DIVERSIFIED INDUSTRIAL -- 0.6%		
\$ 1,400,000	Roper Industries Inc.,		
	Cv. (STEP),		
	1.481%, 01/15/34	\$ 831,250	

	ELECTRONICS -- 0.0%		
10,000	Artesyn Technologies Inc.,		
	Sub. Deb. Cv.,		
	5.500%, 08/15/10 (b)	13,691	

	ENERGY AND UTILITIES -- 0.9%		
500,000	Devon Energy Corp.,		
	Deb. Cv.,		
	4.950%, 08/15/08	630,625	
257,000	Moran Energy Inc.,		
	Sub. Deb. Cv.,		
	8.750%, 01/15/08	253,145	
400,000	Unisource Energy Corp., Cv.,		
	4.500%, 03/01/35 (b)	415,000	

		1,298,770	

	FINANCIAL SERVICES -- 0.3%		
500,000	Conseco Inc., Cv. (STEP),		
	3.500%, 09/30/35 (b)	516,875	

	HEALTH CARE -- 0.0%		
150,000	Sabratek Corp.,		
	Sub. Deb. Cv.,		
	6.000%, 04/16/07+ (a) (d)	0	

	HOTELS AND GAMING -- 0.0%		
10,000	Wynn Resorts Ltd.,		
	Sub. Deb. Cv.,		
	6.000%, 07/15/15 (b)	29,888	

	MANUFACTURED HOUSING AND RECREATIONAL VEHICLES -- 0.1%		
100,000	Fleetwood Enterprises Inc.,		
	Sub. Deb. Cv.,		
	5.000%, 12/15/23 (b)	95,500	

	METALS AND MINING -- 1.3%		
1,000,000	Inco Ltd., Cv.,		
	Zero Coupon, 03/29/21	2,030,000	

	REAL ESTATE -- 1.4%		
1,550,000	Palm Harbor Homes Inc., Cv.,		
	3.250%, 05/15/24 (b)	1,305,875	

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950,000	3.250%, 05/15/24	800,375

		2,106,250

	RETAIL -- 0.1%	
60,000	Costco Wholesale Corp., Sub. Deb. Cv., Zero Coupon, 08/19/17	68,025
10,000	Pier 1 Imports Inc., Cv. (STEP), 6.375%, 02/15/36	9,612

		77,637

	TELECOMMUNICATIONS -- 0.0%	
80,000	AMNEX Inc., Sub. Deb. Cv., 8.500%, 09/25/49+ (a) (b) (c) (d)	0

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THE GABELLI CONVERTIBLE AND INCOME SECURITIES FUND INC.
SCHEDULE OF INVESTMENTS (CONTINUED)
SEPTEMBER 30, 2006 (UNAUDITED)

PRINCIPAL AMOUNT		MARKET VALUE*
-----		-----
	CONVERTIBLE CORPORATE BONDS (Continued)	
	Telecommunications (Continued)	
\$ 50,000	Commonwealth Telephone Enterprises Inc., Cv., 3.250%, 07/15/23	\$ 53,750

		53,750

	TRANSPORTATION -- 0.8%	
1,000,000	GATX Corp., Cv., 7.500%, 02/01/07	1,225,000

	WIRELESS COMMUNICATIONS -- 1.0%	
1,500,000	Nextel Communications Inc., Cv., 5.250%, 01/15/10	1,483,125

	TOTAL CONVERTIBLE CORPORATE BONDS	43,948,361

	SHARES	

	CONVERTIBLE PREFERRED STOCKS -- 4.4%	
	AEROSPACE -- 0.7%	
8,000	Northrop Grumman Corp., 7.000% Cv. Pfd., Ser. B	1,064,000

	AUTOMOTIVE -- 0.0%	
500	Ford Motor Co. Capital Trust II, 6.500% Cv. Pfd.	16,795

	BROADCASTING -- 0.7%	
100	Gray Television Inc., 8.000% Cv. Pfd.,	

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	AVIATION: PARTS AND SERVICES -- 0.2%	
3,800	Sequa Corp., Cl. A+	356,668

	BROADCASTING -- 0.1%	
10,000	Emmis Communications Corp., Cl. A+	122,500

	BUSINESS SERVICES -- 0.2%	
10,000	Aramark Corp., Cl. B	328,600

	CABLE AND SATELLITE -- 0.6%	
10,000	EchoStar Communications Corp., Cl. A+	327,400
10,000	Rogers Communications Inc., Cl. B	548,700

		876,100

	COMMUNICATIONS EQUIPMENT -- 0.6%	
40,000	Corning Inc.+	976,400

	COMPUTER HARDWARE -- 0.8%	
14,000	International Business Machines Corp.	1,147,160

	COMPUTER SOFTWARE AND SERVICES -- 2.4%	
50,000	Click Commerce Inc.+	1,131,000
2,000	Microsoft Corp.	54,660
50,000	MRO Software Inc.+	1,283,500
15,000	ProQuest Co.+	195,300
25,000	The Reynolds & Reynolds Co., Cl. A	987,750

		3,652,210

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THE GABELLI CONVERTIBLE AND INCOME SECURITIES FUND INC.
SCHEDULE OF INVESTMENTS (CONTINUED)
SEPTEMBER 30, 2006 (UNAUDITED)

SHARES		MARKET VALUE*
-----		-----
	COMMON STOCKS (Continued)	
	CONSUMER PRODUCTS -- 0.4%	
14,000	Avon Products Inc.	\$ 429,240
4,000	Hanesbrands Inc.+	90,040
10,000	Swedish Match AB	162,729

		682,009

	CONSUMER SERVICES -- 0.4%	
20,000	IAC/InterActiveCorp+	575,200

	DIVERSIFIED INDUSTRIAL -- 1.2%	
40,000	General Electric Co.	1,412,000
37,000	WHX Corp.+	333,000

		1,745,000

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	ELECTRONICS -- 1.8%	
15,000	Intel Corp.	308,550
50,000	Metrologic Instruments Inc.+	908,000
100,000	Symbol Technologies Inc.	1,486,000

		2,702,550

	ENERGY AND UTILITIES -- 10.9%	
8,000	Anadarko Petroleum Corp.	350,640
10,000	BP plc, ADR	655,800
4,000	Cameron International Corp.+	193,240
3,000	CH Energy Group Inc.	154,410
20,000	Chevron Corp.	1,297,200
8,000	ConocoPhillips	476,240
2,000	Devon Energy Corp.	126,300
20,000	Duke Energy Corp.	604,000
25,000	Exxon Mobil Corp.	1,677,500
27,000	FPL Group Inc.	1,215,000
1,000	Giant Industries Inc.+	81,200
25,000	Great Plains Energy Inc.	775,500
17,000	Halliburton Co.	483,650
28,000	Kinder Morgan Inc.	2,935,800
50,000	Mirant Corp.+	1,365,500
2,000	National Fuel Gas Co.	72,700
35,000	Northeast Utilities	814,450
10,000	NS Group Inc.+	645,500
5,000	Peoples Energy Corp.	203,250
10,000	Progress Energy Inc., CVO+	3,300
20,000	Royal Dutch Shell plc, Cl. A, ADR	1,322,000
17,000	SJW Corp.	508,470
18,000	Xcel Energy Inc.	371,700

		16,333,350

	EQUIPMENT AND SUPPLIES -- 0.3%	
15,000	Mueller Industries Inc.	527,550

SHARES		MARKET
-----		VALUE*

	FINANCIAL SERVICES -- 4.0%	
10,000	AllianceBernstein Holding LP\$	689,900
35,000	American Express Co.	1,962,800
2,000	American International Group Inc.	132,520
8,000	Ameriprise Financial Inc.	375,200
57,000	Citigroup Inc.	2,831,190

		5,991,610

	FOOD AND BEVERAGE -- 2.8%	
4,000	Anheuser-Busch Companies Inc.	190,040
10,000	Cadbury Schweppes plc, ADR	427,700
23,000	General Mills Inc.	1,301,800
213,860	Parmalat SpA, GDR+ (b)	766,667
632	Pernod-Ricard SA	131,511
30,000	The Coca-Cola Co.	1,340,400

		4,158,118

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	HEALTH CARE -- 3.1%	
22,000	Eli Lilly & Co.	1,254,000
20,000	Merck & Co. Inc.	838,000
75,000	Pfizer Inc.	2,127,000
15,000	Schering-Plough Corp.	331,350
3,000	UnitedHealth Group Inc.	147,600
		4,697,950
	HOTELS AND GAMING -- 1.3%	
273,037	Ladbrokes plc	1,988,642
	METALS AND MINING -- 0.0%	
1,000	Peabody Energy Corp.	36,780
	RETAIL -- 0.5%	
5,000	Costco Wholesale Corp.	248,400
10,000	The Home Depot Inc.	362,700
2,000	Wal-Mart Stores Inc.	98,640
		709,740
	SPECIALTY CHEMICALS -- 0.3%	
6,000	Ashland Inc.	382,680
	TELECOMMUNICATIONS -- 1.3%	
16,000	Philippine Long Distance Telephone Co., ADR	696,960
35,715	Verizon Communications Inc.	1,326,098
		2,023,058
	WIRELESS COMMUNICATIONS -- 0.0%	
49	Winstar Communications Inc.+ (a) .	0
	TOTAL COMMON STOCKS	51,954,725
	PREFERRED STOCKS -- 0.0%	
	Telecommunications -- 0.0%	
3,679	PTV Inc., 10.000% Pfd., Ser. A ...	14,256

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THE GABELLI CONVERTIBLE AND INCOME SECURITIES FUND INC.
SCHEDULE OF INVESTMENTS (CONTINUED)
SEPTEMBER 30, 2006 (UNAUDITED)

PRINCIPAL AMOUNT -----	MARKET VALUE* -----
	CORPORATE BONDS -- 0.9%
	Diversified Industrial -- 0.9%
\$ 2,000,000	GP Strategies Corp., Sub. Deb., 6.000%, 08/14/08 (a) (c)
	\$ 1,337,839

SHARES -----	

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	WARRANTS -- 0.4%	
	BUSINESS SERVICES -- 0.0%	
87,500	Interep National Radio Sales Inc., expire 05/06/07+ (a) (b) (c)	0

	CONSUMER PRODUCTS -- 0.0%	
4,331	Pillowtex Corp., expire 11/24/09+ (a)	0

	DIVERSIFIED INDUSTRIAL -- 0.4%	
262,431	GP Strategies Corp., expire 08/14/08+ (a) (c)	575,157
379,703	National Patent Development Corp., expire 08/14/08+ (a) (c)	50,156
11,220	WHX Corp., expire 02/28/08+	12,903

		638,216

	FOOD AND BEVERAGE -- 0.0%	
1,300	Parmalat SpA, GDR, expire 12/31/15+ (b) (c)	0

	TOTAL WARRANTS	638,216

PRINCIPAL
AMOUNT

	U.S. GOVERNMENT OBLIGATIONS -- 30.6%	
\$46,841,000	U.S. Treasury Bills, 4.773% to 5.174%+, 10/12/06 to 03/08/07	46,042,110

TOTAL INVESTMENTS -- 100.0%
(Cost \$145,375,298)\$150,468,372
=====

Aggregate book cost\$145,699,059
=====

Gross unrealized appreciation\$ 9,090,085
Gross unrealized depreciation (4,320,772)

Net unrealized appreciation
(depreciation)\$ 4,769,313
=====

-
- (a) Security fair valued under procedures established by the Board of Directors. The procedures may include reviewing available financial information about the company and reviewing valuation of comparable securities and other factors on a regular basis. At September 30, 2006, the market value of fair valued securities amounted to \$3,472,906 or 2.31% 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 September 30, 2006, the market value of Rule 144A securities amounted to \$5,396,050 or 3.59% of total investments. Except as noted in (c), these securities are liquid.

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(c) At September 30, 2006, the Fund held investments in restricted and illiquid securities amounting to \$3,472,789 or 2.31% of total investments, which were valued under methods approved by the Board as follows:

Acquisition Shares/ Principal Amount	Issuer	Acquisition Date	Acquisition Cost	09/30/2006 Carrying Value Per Unit
-----	-----	-----	-----	-----
\$ 80,000	Amnex Inc., 8.500%, 09/25/49	09/15/97	\$ 71,773	--
2,000,000	GP Strategies Corp., 6.000%, 08/14/08	08/14/03	1,362,935	\$ 0.6689
262,431	GP Strategies Corp. Warrants expire 08/14/08 ...	08/08/03	637,065	2.5694
100	Gray Television Inc., 8.000% Cv. Pfd., Ser. C	04/22/02	1,000,000	10,000.0000
14,561	Interep National Radio Sales Inc., 4.000% Cv. Pfd., Ser. A	05/03/02	1,347,184	35.0001
87,500	Interep National Radio Sales Inc. Warrants expire 05/06/07 ...	05/03/02	--	--
379,703	National Patent Development Corp. Warrants expire 08/14/08 ...	11/24/04	--	0.1321

(d) Security in default.

+ Non-income producing security.

++ Represents annualized yield at date of purchase.

ADR American Depository Receipt

CVO Contingent Value Obligation

GDR Global Depository Receipt

STEP Step coupon bond. The rate disclosed is that in effect at September 30, 2006.

* Portfolio securities are valued at the last quoted sale price or closing values. If these are unavailable, then the average of the closing bid and asked prices is used. If there is no asked price, the security is valued at the closing bid price on that day. Debt instruments are valued at the average of the closing bid and asked prices. If the security matures in 60 days or less and is not credit impaired, it is valued at amortized cost. All securities and assets for which market quotations are not readily available or any security that the Board determines does not reflect its fair market value are valued in good faith under procedures established by the Board.

ITEM 2. CONTROLS AND PROCEDURES.

(a) The registrant's principal executive and principal financial officers, or persons performing similar functions, have concluded that the registrant's disclosure controls and procedures (as defined in Rule 30a-3(c) under the Investment Company Act of 1940, as amended (the "1940 Act") (17 CFR 270.30a-3(c))) are effective, as of a date within 90 days of the filing date of the report that includes the disclosure required by this paragraph, based on their evaluation of these controls and procedures required by Rule 30a-3(b) under the 1940 Act (17 CFR 270.30a-3(b)) and Rules 13a-15(b) or 15d-15(b) under the Securities Exchange Act of 1934, as amended (17 CFR 240.13a-15(b) or

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240.15d-15(b)).

- (b) There were no changes in the registrant's internal control over financial reporting (as defined in Rule 30a-3(d) under the 1940 Act (17 CFR 270.30a-3(d)) that occurred during the registrant's last fiscal quarter that have materially affected, or are reasonably likely to materially affect, the registrant's internal control over financial reporting.

ITEM 3. EXHIBITS.

Certifications pursuant to Rule 30a-2(a) under the 1940 Act and Section 302 of the Sarbanes-Oxley Act of 2002 are attached hereto.

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934 and the Investment Company Act of 1940, the registrant has duly caused this report to be signed on its behalf by the undersigned, thereunto duly authorized.

(Registrant) The Gabelli Convertible and Income Securities Fund Inc.

By (Signature and Title)* /s/ Bruce N. Alpert

Bruce N. Alpert, Principal Executive Officer

Date 11/03/06

Pursuant to the requirements of the Securities Exchange Act of 1934 and the Investment Company Act of 1940, this report has been signed below by the following persons on behalf of the registrant and in the capacities and on the dates indicated.

By (Signature and Title)* /s/ Bruce N. Alpert

Bruce N. Alpert, Principal Executive Officer

Date 11/03/06

By (Signature and Title)* /s/ Agnes Mullady

Agnes Mullady,
Principal Financial Officer & Treasurer

Date 11/03/06

* Print the name and title of each signing officer under his or her signature.