
TM



MUHLENKAMP FUND

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Wexford, PA 15090
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425 Walnut St., ML 6118, 6th Floor
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ANNUAL REPORT

Muhlenkamp Fund

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A No-Load Fund



MUHLENKAMP FUND

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ANNUAL REPORT

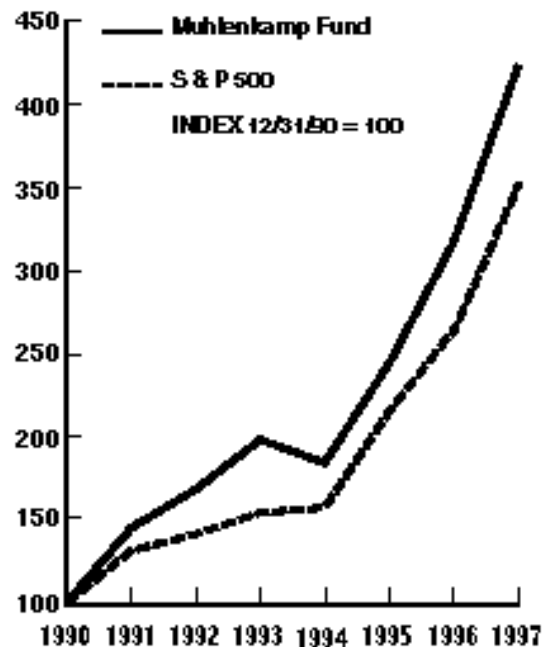
December 31, 1997

Dear Shareholder:

The Trustees and Management of the Muhlenkamp Fund are pleased to present this annual report of your Fund.

As of December 31, 1997, the Net Asset Value (NAV) of your Fund was \$36.55 after posting a \$0.13 dividend. The 1997 total return for the Fund was 33.3%.

YEAR ENDING	TOTAL RETURN (%)		CUMULATIVE RETURN (%)	
	Muhlenkamp Fund	S&P 500	Muhlenkamp Fund	S&P 500
1991	45.4	30.5	45.4	30.5
1992	15.8	7.7	68.4	40.6
1993	18.1	9.9	98.9	54.5
1994	(7.2)	1.3	84.5	56.5
1995	33.0	37.1	145.4	114.5
1996	30.0	22.9	219.1	163.7
1997	33.3	33.4	325.3	251.7



ANOTHER GOOD YEAR – SELECTIVELY

1997 has been a good year. Financially, it's been a very good year. This fact alone has some people nervous.

The three sentences above are a repeat of our opening comments one and two years ago. During 1997, the U.S. economy continued to grow at a healthy rate and inflation continued to decline. This combination resulted in lower long-term interest rates and continued gains in consumer confidence, corporate profits, and stock prices. It has also resulted in confusion among Keynesian economists, some of whom still maintain that it can't happen.

Domestically, we see nothing that would reverse these current trends, although we do expect each of them to moderate. Given no major outside influences, the U.S. economy is likely to continue to grow, but at a slower rate. Inflation is likely to continue a gradual decline and corporate profits are likely to continue to grow, but at a slower rate. Each of these trends are positive for stock prices, which are currently at fair values.

But the real difference is that the Far East has the potential to become a major influence. Since our one page note of October 30, 1997, South Korea has joined the list of Asian countries suffering currency devaluation and liquidity crises. The economies of Thailand, Malaysia, Indonesia and the Philippines are too small to have a major impact on the world economy. But the addition of South Korea to the list, along with the vulnerability of Japan, creates a potential risk to the world and American economies.

The good news is that South Korea is taking actions that are both appropriate and substantive. This doesn't necessarily mean that they will solve their problems, but they've made a very good start. Japan, on the other hand, is moving very timidly, although any movement is in the right direction.

The impact of these changes on the U.S. economy is just beginning. 1998 will be a year in which some companies will do well and others will do poorly. Some may actually be helped by the problems in Asia; others will be hurt. We are spending our time and effort trying to separate the gainers from the losers and will invest our money (yours & ours) accordingly.

Ronald H. Muhlenkamp
President
February 1998

INDEPENDENT AUDITORS' REPORT

To the Trustees of the Wexford Trust and Shareholders of the Muhlenkamp Fund:

We have audited the accompanying statement of assets and liabilities, including the portfolio of investments, of the Muhlenkamp Fund (the "Fund") (a portfolio of the Wexford Trust), as of December 31, 1997, and the related statements of operations, changes in net assets and selected per share data and ratios for the year then ended. These financial statements and selected per share data and ratios are the responsibility of the Fund's management. Our responsibility is to express an opinion on these financial statements and selected per share data and ratios based on our audit. The statement of changes for the year ended December 31, 1996 and selected per share data and ratios for the six years ended December 31, 1996 were audited by other auditors, whose report thereon dated January 23, 1997, expressed an unqualified opinion.

We conducted our audit in accordance with generally accepted auditing standards. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements and selected per share data and ratios are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. Our procedures included confirmation of the securities owned as of December 31, 1997, by correspondence with the custodian and brokers; where replies were not received, we performed other auditing procedures. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the 1997 financial statements and selected per share data and ratios referred to above present fairly, in all material respects, the financial position of the Muhlenkamp Fund as of December 31, 1997, the results of its operations, the changes in its net assets and its selected per share data and ratios for the year then ended in conformity with generally accepted accounting principles.

DELOITTE & TOUCHE LLP

Pittsburgh, Pennsylvania

February 6, 1998

**THE MUHLENKAMP FUND
(A PORTFOLIO OF THE WEXFORD TRUST)**

**STATEMENT OF ASSETS AND LIABILITIES
December 31, 1997**

ASSETS		
INVESTMENTS, AT VALUE	(Identified Cost \$89,873,991)	\$124,600,340
RECEIVABLES		
	Dividends	99,953
	Interest	57,854
	Subscriptions	<u>847,950</u>
	Total Receivables	1,005,757
PREPAID EXPENSES		<u>2,297</u>
	Total Assets	\$125,608,394
LIABILITIES		
ACCOUNTS PAYABLE		
	Advisor Fee	15,370
	Accrued expenses	17,735
	Payable for investments purchased	12,770
	Dividends payable	15,658
	Redemptions payable	<u>86,223</u>
	Total liabilities	<u>147,756</u>
NET ASSETS		<u>\$125,460,638</u>
NET ASSETS		
CAPITAL PAID IN ON SHARES OF BENEFICIAL INTEREST		
(shares authorized-unlimited)		\$90,857,672
UNDISTRIBUTED NET INVESTMENT INCOME		4,231
ACCUMULATED NET REALIZED LOSS ON INVESTMENTS		(127,614)
NET UNREALIZED APPRECIATION OF INVESTMENTS		<u>34,726,349</u>
NET ASSETS		<u>\$125,460,638</u>
NUMBER OF SHARES OF BENEFICIAL INTEREST		
OUTSTANDING		<u>3,432,778</u>
NET ASSET VALUE PER SHARE		<u>\$36.55</u>

See notes to financial statements.

**THE MUHLENKAMP FUND
(A PORTFOLIO OF THE WEXFORD TRUST)**

PORTFOLIO OF INVESTMENTS

December 31, 1997

Name of Issuer and Title of Issue	Number of Shares or Principal Amount	Value
COMMON STOCK - 87.0%		
Aerospace - 3.2%		
*BE Aerospace, Inc.	97,000	\$ 2,594,750
Lockheed Martin	14,000	<u>1,379,000</u>
		<u>3,973,750</u>
Airlines - 3.9%		
Air Express International Corp.	32,343	986,462
*AMR Corp.	30,000	<u>3,855,000</u>
		<u>4,841,462</u>
Autos - 8.1%		
Ford Motor Company	82,000	3,992,375
*National RV Holdings	122,500	4,027,188
Superior Industries	53,108	1,425,881
*Dana Corp.	15,000	<u>712,500</u>
		<u>10,157,944</u>
Buildings - 2.9%		
Armstrong World	23,000	1,719,250
*Griffon Corp.	121,000	1,769,625
Int'l. Comfort Prod.	10,000	<u>83,750</u>
		<u>3,572,625</u>
Banks - 7.2%		
Chase Manhattan	12,000	1,314,000
Citicorp	20,000	2,528,750
Mellon Bank Corp.	70,000	4,243,750
National City Corp.	16,852	<u>1,108,019</u>
		<u>9,194,519</u>
Brokerage - 5.7%		
A.G. Edwards	18,750	745,313
Merrill Lynch	42,000	3,063,375
Southwest Securities, Inc.	130,200	<u>3,352,650</u>
		<u>7,161,338</u>
Capital Goods - 8.6%		
Aeroequip-Vickers Inc.	69,700	\$ 3,419,656
Commercial Intertech	112,300	2,330,225
General Electric	18,000	1,320,750
Graco, Inc.	60,550	2,259,272
Idex Corp.	31,250	1,089,844
Scotsman Industries, Inc.	15,000	<u>366,563</u>
		<u>10,786,310</u>

**THE MUHLENKAMP FUND
(A PORTFOLIO OF THE WEXFORD TRUST)**

**PORTFOLIO OF INVESTMENTS (Continued)
December 31, 1997**

Name of Issuer and Title of Issue	Number of Shares or Principal Amount	Value
Diversified Operations - 2.5%		
Loews Corp.	30,000	<u>3,183,750</u>
Electronics - 1.1%		
Computer Associates International, Inc.	15,000	793,125
Intel Corp.	8,000	<u>562,000</u>
		<u>1,355,125</u>
Finance - 6.7%		
Fidelity National Financial	58,530	1,821,746
*Friedman Billings Ramsey	5,000	89,688
Morgan Stanley Dean Witter Discover & Co.	36,500	2,158,063
Green Tree Financial	163,800	<u>4,289,513</u>
		<u>8,359,010</u>
Healthcare - 0.5%		
*Lincare Holdings, Inc.	10,000	<u>570,000</u>
Furniture - 3.8%		
*Stanley Furniture, Inc.	115,400	3,216,775
*Winslow Furniture	109,600	<u>1,589,200</u>
		<u>4,805,975</u>
Homebuilding - 0.4%		
*NVR, Inc.	22,000	<u>481,250</u>
Industrial Equipment - 5.5%		
AGCO Corp.	110,000	3,217,500
Deere & Co.	40,000	2,332,500
JLG Industries, Inc.	100,000	<u>1,412,500</u>
		<u>6,962,500</u>
Insurance - 12.8%		
American Bankers Insurance Group	16,000	735,000
Conseco, Inc.	87,255	3,964,649
Frontier Insurance	108,852	2,489,990
Reliance Group Holdings, Inc.	155,000	2,189,375
Sun America	82,500	3,526,875
Vesta	52,500	<u>3,117,188</u>
		<u>16,023,077</u>
Metals - 1.5%		
*RMI Titanium Co.	79,500	1,590,000
Matthews Int'l. Corp.	8,000	<u>352,000</u>
		<u>1,942,000</u>

THE MUHLENKAMP FUND
(A PORTFOLIO OF THE WEXFORD TRUST)

PORTFOLIO OF INVESTMENTS (Continued)
December 31, 1997

Name of Issuer and Title of Issue	Number of Shares or Principal Amount	Value
Oils, Natural Gas and Energy Related - 1.2%		
*Global Marine, Inc.	60,000	<u>1,470,000</u>
Rails - 1.7%		
Burlington Northern Ind., Inc.	23,000	<u>2,137,563</u>
Savings and Loan - 3.4%		
Federal National Mortgage Assoc.	74,400	<u>4,245,450</u>
Technology - 2.5%		
Helix Corp.	140,000	\$2,730,000
*Scios Inc.	40,000	<u>400,000</u>
		<u>3,130,000</u>
Tobacco - 3.3%		
Philip Morris	90,580	<u>4,104,406</u>
Transportation - 0.5%		
*Coach USA	20,000	<u>670,000</u>
Total Common Stocks (cost \$76,161,538)		<u>109,128,054</u>
BONDS AND NOTES - 8.8%		
General Motors Acceptance Corp.		
-0-%, due 2013	\$5,000,000	1,554,935
U.S. Treasury Stripped Interest		
-0-%, due 2013	800,000	323,920
U.S. Treasury Stripped Interest		
-0-%, due 2024	26,900,000	5,409,429
U.S. Treasury		
7.25%, due 2016	3,250,000	<u>3,700,941</u>
Total Bonds and Notes (cost \$9,229,392)		<u>10,989,225</u>
REGISTERED INVESTMENT COMPANY - 3.6%		
Star Trust for U.S. Treasury (cost \$4,483,061)	\$4,483,061	<u>4,483,061</u>
Total (identified and tax cost of \$89,873,991)		<u>\$124,600,340</u>

*Non-Income Producing

Investments are shown as a percentage of net assets at December 31, 1997.

See notes to financial statements.

**THE MUHLENKAMP FUND
(A PORTFOLIO OF THE WEXFORD TRUST)**

**STATEMENT OF OPERATIONS
For the year ended December 31, 1997**

INVESTMENT INCOME:		
Interest		\$ 573,423
Dividends		<u>937,021</u>
Total Investment Income		1,510,444
EXPENSES:		
Investment advisor	\$ 810,448	
Transfer agent fees	108,422	
Printing	56,570	
Postage	52,277	
Registrations and filing	41,799	
Audit	35,005	
Fund Accounting	27,041	
Custodian	23,100	
Miscellaneous	8,711	
Legal	3,173	
Fidelity Bond	<u>2,929</u>	
Total Expenses	<u>1,169,475</u>	
Fees Paid Indirectly (Note 7)	(47,425)	
Reimbursed Expenses	(40,596)	
Net Expenses		<u>1,081,454</u>
NET INVESTMENT INCOME		428,990
REALIZED AND UNREALIZED GAIN ON INVESTMENTS:		
Net realized gain on investments		33,958
Change in unrealized appreciation in value of investments		<u>20,691,181</u>
NET GAIN ON INVESTMENTS		<u>20,725,139</u>
NET INCREASE IN NET ASSETS RESULTING FROM OPERATIONS		<u>\$21,154,129</u>

See notes to financial statements.

**THE MUHLENKAMP FUND
(A PORTFOLIO OF THE WEXFORD TRUST)**

**SELECTED PER SHARE DATA AND RATIOS
FOR THE YEARS ENDED DECEMBER 31, 1997 TO 1991**

	<u>1997</u>	<u>1996</u>	<u>1995</u>	<u>1994</u>	<u>1993</u>	<u>1992</u>	<u>1991</u>
NET ASSET VALUE, BEGINNING OF YEAR	\$27.52	\$21.26	\$16.23	\$17.86	\$15.20	\$13.25	\$9.13
INCOME FROM INVESTMENT OPERATIONS:							
Net investment income (1)	0.18	0.14	0.21	0.11	0.12	0.20	0.1
Net gains or (losses) on securities	<u>8.98</u>	<u>6.23</u>	<u>5.14</u>	<u>(1.39)</u>	<u>2.63</u>	<u>1.89</u>	<u>4.6</u>
Total From investment operations	9.16	6.37	5.35	(1.28)	2.75	2.09	4.1
LESS DISTRIBUTIONS:							
Dividends from net investment income	(0.13)	(0.11)	(0.21)	(0.10)	(0.08)	(0.14)	(0.1)
Distributions from net realized gain on investments	-	-	(0.11)	(0.25)	-	-	-
Return of capital	-	-	-	-	<u>(0.01)</u>	-	<u>(0.0)</u>
Total distributions	<u>(0.13)</u>	<u>(0.11)</u>	<u>(0.32)</u>	<u>(0.35)</u>	<u>(0.09)</u>	<u>(0.14)</u>	<u>(0.1)</u>
NET ASSET VALUE, END OF YEAR	<u>\$36.55</u>	<u>\$27.52</u>	<u>\$21.26</u>	<u>\$16.23</u>	<u>\$17.86</u>	<u>\$15.20</u>	<u>\$9.13</u>
TOTAL RETURN (2)	33.28%	29.96%	32.90%	(7.20)%	18.10%	15.80%	45.40%
NET ASSETS, END OF YEAR	\$125,460,638	\$42,038,956	\$23,571,331	\$16,610,750	\$12,057,605	\$4,716,214	\$1,962,520
RATIO OF TOTAL EXPENSES TO AVERAGE NET ASSETS (2)	1.44%	1.56%	1.40%	1.57%	1.30%	1.41%	1.71%
RATIO OF NET EXPENSES TO AVERAGE NET ASSETS (2)	1.33%	1.54%	1.35%	1.52%	1.23%	1.28%	1.71%
RATIO OF NET INVESTMENT INCOME TO AVG. NET ASSETS	0.53%	0.58%	1.10%	0.70%	0.70%	1.44%	1.17%
PORTFOLIO TURNOVER RATE	13.89%	16.90%	22.70%	25.60%	14.10%	20.10%	52.50%
AVERAGE COMMISSION RATE PAID (DOLLAR PER SHARE)	\$0.0205	\$0.0382	\$0.0442	\$0.0471	\$0.0586	\$0.0704	\$0.1300

(1) Computed on weighted average number of shares outstanding during the year.

(2) During the years ended December 31, 1992 through 1997, the Fund utilized the commission credits of \$4,240, \$5,950, \$8,830, \$11,000, \$5,000 and \$47,425, respectively, to pay certain expenses of the Fund. If the total return for the Fund would have been 15.6%, 18.0%, (7.2)%, 32.9%, 29.9% and 33.2% for the years ended December 31, 1992 through 1997, respectively, without the credits.

See notes to financial statements.

THE MUHLENKAMP FUND
(A PORTFOLIO OF THE WEXFORD TRUST)

STATEMENT OF CHANGES IN NET ASSETS

For the years ended December 31, 1997 and 1996

	<u>1997</u>	<u>1996</u>
INCREASE IN NET ASSETS FROM OPERATIONS:		
Net investment income	\$428,990	\$ 176,766
Net realized gain (loss) on investments	33,958	(161,572)
Unrealized appreciation in value of investments	<u>20,691,181</u>	<u>8,332,484</u>
Net Increase in Net Assets Resulting from Operations	<u>21,154,129</u>	<u>8,347,678</u>
DISTRIBUTION TO SHAREHOLDERS:		
Net investment income	(435,040)	(166,485)
Net realized gain from investments	—	<u>(2,653)</u>
	<u>(435,040)</u>	<u>(169,138)</u>
CAPITAL SHARE TRANSACTIONS:		
Net proceeds from sale of shares	76,279,489	12,340,767
Net asset value of shares issued to shareholders on reinvestment of dividends	419,401	171,811
Cost of shares redeemed	<u>(13,996,297)</u>	<u>(2,223,493)</u>
Net increase in net assets resulting from capital share transactions	<u>62,702,593</u>	<u>10,289,085</u>
Total increase in net assets	83,421,682	18,467,625
NET ASSETS:		
Beginning of year	<u>42,038,956</u>	<u>23,571,331</u>
End of year (including undistributed investment income of \$4,231 in 1997 and \$10,281 in 1996)	<u>\$125,460,638</u>	<u>\$42,038,956</u>

See notes to financial statements.

THE MUHLENKAMP FUND
(A PORTFOLIO OF THE WEXFORD TRUST)

NOTES TO FINANCIAL STATEMENTS
Year ended December 31, 1997

1. ORGANIZATION

The Wexford Trust (the "Trust") was organized as a Massachusetts Business Trust on September 21, 1987 and operations commenced on November 1, 1988. The Trust is registered under the Investment Company Act of 1940, as amended. The Muhlenkamp Fund (the "Fund") is a portfolio of the Wexford Trust and is currently the only fund in the Trust.

The Fund operates as a diversified open-end mutual fund that continuously offers its shares for sale to the public. The Fund will manage its assets to seek a maximum total return to its shareholders, primarily through a combination of interest and dividends and capital appreciation by holding a diversified list of publicly traded stocks. The Fund may acquire and hold fixed-income or debt investments as market conditions warrant and when, in the opinion of its advisor, it is deemed desirable or necessary in order to attempt to achieve its investment objective.

The primary focus of the Fund is long-term and the investment options diverse. This allows for greater flexibility in the daily management of fund assets. However, with flexibility also comes the risk that assets will be invested in various classes of securities at the wrong time and price.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A summary of significant accounting policies applied by management in the preparation of the accompanying financial statement follows.

- a. *Investment Valuations* - Stocks and Bonds are valued at the latest sales price on the last business day of the fiscal period as reported by the securities exchange on which the issue is traded. If no sale is reported, the security is valued at the last quoted bid price.
- b. *Investment Transactions and Related Investment Income* - Investment transactions are accounted for on the trade date. Dividend income is recorded on the ex-dividend date. Interest income is recorded daily on the yield to maturity basis. Discounts and premiums on securities are amortized over the life of the respective securities. The Fund uses the specific identification method in computing gain or loss on the sale of investment securities.
- c. *Federal Income Taxes* - It is the Fund's policy to comply with the requirements of the Internal Revenue Code that are applicable to regulated investment companies and to distribute substantially all of its taxable income to its shareholders. Therefore, no federal income tax provision is required.
- d. *Dividends and Distributions to Shareholders of Beneficial Interest* - Dividends and distributions are recorded by the Fund on the record date.

**THE MUHLENKAMP FUND
(A PORTFOLIO OF THE WEXFORD TRUST)**

NOTES TO FINANCIAL STATEMENTS

December 31, 1997

(Note 2 continued)

- e. The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reported period. Actual results could differ from those estimates.

3. INVESTMENT MANAGEMENT AND OTHER TRANSACTIONS WITH AFFILIATES

Muhlenkamp & Co., Inc., an affiliate of which an officer-stockholder is a trustee of the Trust, receives a fee for investment management. The fee is computed and accrued daily based on the net asset value at the close of business and is equal to 1% per annum. The advisor is permitted to charge the Fund for some or all of its routine administration costs which totaled \$174,485 for the year ended December 31, 1997. An expense reimbursement of \$ 174,485 was requested for the year ended December 31, 1997. The reimbursement consists of the following:

Printing	\$ 58,463
Registration and filings	52,342
Postage	56,548
Legal and accounting	3,172
Insurance	<u>3,960</u>
Total	<u>\$174,485</u>

Certain affiliated persons held in the aggregate 35,456 shares with a net asset value of \$1,295,923 in the Fund at December 31, 1997. In addition, the Muhlenkamp & Co., Inc. Pension & Trust Fund held 15,675 shares with a net asset value of \$572,913 on December 31, 1997.

**THE MUHLENKAMP FUND
(A PORTFOLIO OF THE WEXFORD TRUST)**

**NOTES TO FINANCIAL STATEMENTS
December 31, 1997**

4. CAPITAL SHARE TRANSACTIONS

The Declaration of Trust permits the Trustees to issue an unlimited number of full and fractional shares of beneficial interest with a par value of \$.001 per share. Transactions in capital stock for the years ended December 31, 1997 and 1996 were as follows:

	<u>1997</u>		<u>1996</u>	
	<u>Shares</u>	<u>Amount</u>	<u>Shares</u>	<u>Amount</u>
Shares outstanding, beginning of year	1,527,718	\$28,155,079	1,108,744	\$17,865,994
Shares sold	2,311,675	76,279,489	509,156	12,340,767
Shares issued to shareholders in reinvestment of dividend	11,928	419,401	6,243	171,811
Shares redeemed	<u>(418,543)</u>	<u>(13,996,297)</u>	<u>(96,455)</u>	<u>(2,223,493)</u>
Shares outstanding, end of year	<u>3,432,778</u>	<u>\$90,857,672</u>	<u>1,527,718</u>	<u>\$28,155,079</u>

5. CAPITAL LOSS CARRYFORWARD

As of December 31, 1997, the Fund had available for federal income tax purposes a capital loss carryforward of approximately \$127,600 which expires December 31, 2004.

6. INVESTMENT TRANSACTIONS

Purchases and sales of investment securities, excluding short-term securities were \$73,468,213 and \$10,175,295, respectively, in 1997.

The components of the net unrealized appreciation in the value of the investments held at December 31, 1997 for both financial reporting and tax purposes are as follows:

Gross unrealized appreciation of investments	\$ 36,226,386
Gross unrealized depreciation of investments	<u>(1,500,037)</u>
Net unrealized appreciation of investments	\$ <u>34,726,349</u>

**THE MUHLENKAMP FUND
(A PORTFOLIO OF THE WEXFORD TRUST)**

NOTES TO THE FINANCIAL STATEMENTS

December 31, 1997

7. DIRECTED BUSINESS ARRANGEMENT

The Fund has a directed business arrangement with Capital Institution Services, Inc. ("CIS"). Upon the purchase and/or sale of investment securities, the Fund pays a brokerage commission to CIS. These commission payments generate nonrefundable cumulative credits which are available to pay certain expenses of the Fund, such as performance measurements, pricing information, custodian and record keeping services, legal, accounting and other administrative costs. The commission credits redeemed during the year were utilized by the Fund to pay accounting fees due to the Independent Auditors, transfer agent fees and fund accounting.

The following is an analysis of commissions credits generated, utilized and available to pay future expenses of the Fund:

Balance, January 1, 1997		\$ 3,138
Commission credits generated in 1997		41,835
Commission credits utilized:		
Auditor fees	\$ (11,360)	
Transfer agent fees	(29,147)	
Fund accounting	<u>(6,918)</u>	<u>(47,425)</u>
Balance, December, 31 1997		\$ <u>(2,452)</u>

Annual fund operating expenses, as a percentage of average net assets, were 1.44% without the commission credits. Utilizing commission credits, operating expenses as a percentage of average net assets were 1.40%.

Net expenses, after reimbursement of duplicate management fees and utilization of commission credits, as a percentage of average net assets were 1.33%.