



# Muhlenkamp Fund

*Intelligent Investment Management*

## SEMI-ANNUAL REPORT

June 30, 2003

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This report is not authorized for distribution to prospective investors unless preceded or accompanied by a currently effective prospectus of the Muhlenkamp Fund. Please call (800) 860-3863 for a free prospectus. Read it carefully before you invest.



**MUHLENKAMP FUND**  
(A Portfolio of the Wexford Trust)

Dear Fellow Shareholders:

The Trustees and Management of the Muhlenkamp Fund are pleased to present this Semi-Annual Report of your Fund.

Folks, our patience (yours and mine) is paying off.

Since it became clear that the war in Iraq would not be a disaster, the public has become a bit more confident on the U.S. economy and a bit more willing to invest in that economy.

As we stated in recent newsletters, we continue to believe that the economy is recovering from a “normal cyclical recession,” albeit slowly. We believe the strength and timing of the recovery have been delayed by the hangover from the stock market fad (bubble) and by the events of 9/11/01 and the litany of concerns that pummeled the American psyche since, culminating with the war in Iraq.

We believe (and pray) that the litany of concerns is now over and that the bad news going forward will be at a more normal pace. We believe that the nature and timing of the recent cuts in federal income tax rates will strengthen the economic recovery. We’ve been investing your money (and ours) in good companies that are likely to benefit as the economy strengthens and are reasonably priced in our opinion. This has been a gradual process, which we expect to continue. The key is not to be distracted by the daily market volatility, which we also expect to continue. Patience remains key.

Ronald H. Muhlenkamp



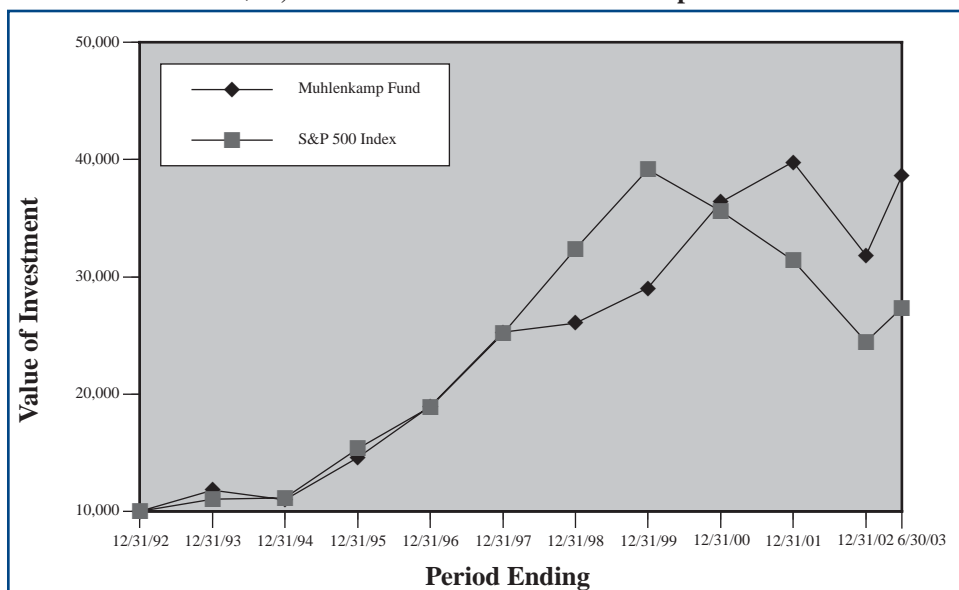
President  
August, 2003

Past performance does not guarantee future results. The principal value and investment return will fluctuate so that an investor’s shares, when redeemed, may be worth more or less than their original cost. Please refer to the Semi-annual Report for further Fund performance.

## MUHLENKAMP FUND (A Portfolio of the Wexford Trust)

Period Ending	Total Return %		Cumulative Return %	
	Muhlenkamp Fund	S&P 500	Muhlenkamp Fund	S&P 500
12/31/93	18.1	10.1	18.1	10.1
12/31/94	(7.2)	1.3	9.6	11.5
12/31/95	33.0	37.6	45.8	53.5
12/31/96	30.0	23.0	89.5	88.8
12/31/97	33.3	33.4	152.6	151.8
12/31/98	3.2	28.6	160.7	223.8
12/31/99	11.4	21.0	190.4	291.8
12/31/00	25.3	(9.1)	263.9	256.2
12/31/01	9.3	(11.8)	297.7	214.1
12/31/02	(19.9)	(22.1)	218.6	144.7
06/30/03 (Unaudited)	21.3	11.8	286.4	173.6

### A \$10,000 Investment in the Muhlenkamp Fund



The Standard & Poor's 500 Stock Index ("S&P 500 Index") is a market value-weighted index, representing the aggregate market value of the common equity of 500 stocks primarily traded on the New York Stock Exchange. This chart assumes an initial gross investment of \$10,000 made on 12/31/92. Returns shown include the reinvestment of all dividends. The Fund's past performance is not necessarily an indication of its future performance. It may perform better or worse in the future.

**MUHLENKAMP FUND**  
(A Portfolio of the Wexford Trust)

**Average Annual Total Returns**  
**as of 06/30/03**  
**(Unaudited)**

<u>Muhlenkamp Fund</u>	<u>One Year</u>	<u>Three Year</u>	<u>Five Year</u>	<u>Ten Year</u>
Return Before Taxes	2.36%	5.63%	5.60%	13.19%
Return After Taxes on Distributions*	2.36%	5.28%	5.29%	12.83%
Return After Taxes on Distributions and Sale of Fund Shares*	1.53%	4.71%	4.71%	11.70%
S&P 500**	0.25%	-11.19%	-1.61%	10.03%

\* After-tax returns are calculated using the historical highest individual federal marginal income tax rates and do not reflect the impact of state and local taxes. Actual after-tax returns depend on your situation and may differ from those shown. Furthermore, the after-tax returns shown are not relevant to those who hold their shares through tax-deferred arrangements such as 401(k) plans or IRAs. Remember, the Fund's past performance, before and after taxes, is not necessarily an indication of how the Fund will perform in the future.

\*\* The S&P 500 is a widely recognized, unmanaged index of common stock prices. The figures for the S&P 500 reflect all dividends reinvested but do not reflect any deductions for fees, expenses or taxes.

Investment returns can vary significantly between returns before taxes and returns after taxes. The Muhlenkamp Fund is providing the returns in the above table to help our shareholders understand the magnitude of tax costs and the impact of taxes on the performance of the Fund.

**MUHLENKAMP FUND**  
(A Portfolio of the Wexford Trust)

**STATEMENT OF ASSETS & LIABILITIES**  
**June 30, 2003 (Unaudited)**

<b>ASSETS</b>	
INVESTMENTS, AT VALUE (Cost \$754,301,225)	\$891,375,121
CASH	967
RECEIVABLE FOR FUND SHARES SOLD	3,343,804
DIVIDENDS RECEIVABLE	599,741
INTEREST RECEIVABLE	1,706
OTHER ASSETS	30,256
Total assets	895,351,595
<b>LIABILITIES</b>	
OPTIONS WRITTEN, AT VALUE (Premiums received \$479,840)	1,154,400
PAYABLE FOR FUND SHARES REDEEMED	4,362,957
PAYABLE TO ADVISOR	722,621
ACCRUED EXPENSES AND OTHER LIABILITIES	216,973
Total liabilities	6,456,951
NET ASSETS	\$888,894,644
<b>NET ASSETS</b>	
PAID IN CAPITAL	\$800,375,698
UNDISTRIBUTED NET INVESTMENT INCOME	729,039
ACCUMULATED NET REALIZED LOSS ON INVESTMENTS SOLD, AND OPTION CONTRACTS EXPIRED OR CLOSED	(48,609,429)
NET UNREALIZED APPRECIATION (DEPRECIATION) ON:	
Investments	137,073,896
Written options	(674,560)
NET ASSETS	\$888,894,644
SHARES OF BENEFICIAL INTEREST OUTSTANDING (unlimited number of shares authorized, \$.001 par value)	17,090,605
NET ASSET VALUE PER SHARE	\$ 52.01

See notes to financial statements.

**MUHLENKAMP FUND**  
(A Portfolio of the Wexford Trust)

**STATEMENT OF OPERATIONS**  
**Six Months Ended June 30, 2003 (Unaudited)**

INVESTMENT INCOME:

Dividends (Net of foreign taxes withheld of \$3,632)	\$ 4,181,211
Interest	129,846
	<u>4,311,057</u>

EXPENSES:

Investment advisory fees	\$ 3,265,903	
Shareholder servicing and accounting costs	281,178	
Reports to shareholders	52,428	
Federal & state registration fees	42,353	
Custody fees	20,545	
Administration fees	206,085	
Directors' fees and expenses	11,786	
Professional fees	20,451	
Other	21,497	
	<u>3,922,226</u>	
Total operating expenses before expense reductions	3,922,226	
Expense reductions (see Note 8)	(50,439)	
	<u>3,871,787</u>	

NET INVESTMENT INCOME

439,270

REALIZED AND UNREALIZED GAIN (LOSS) ON INVESTMENTS

Net realized gain (loss) on:		
Investments	(24,396,120)	
Written options	414,337	
	<u>(23,981,783)</u>	
Net realized loss (23,981,783)		
Change in unrealized appreciation (depreciation) on:		
Investments	157,181,549	
Written options	131,271	
	<u>157,312,820</u>	
Net unrealized gain		<u>157,312,820</u>
Net realized and unrealized gain on investments		<u>133,331,037</u>

NET INCREASE IN NET ASSETS

RESULTING FROM OPERATIONS \$133,770,307

See notes to financial statements.

**MUHLENKAMP FUND**  
**(A Portfolio of the Wexford Trust)**

**STATEMENTS OF CHANGES IN NET ASSETS**

	<u>Six Months Ended</u> <u>June 30, 2003</u> (Unaudited)	<u>Year Ended</u> <u>December 31, 2002</u>
<b>OPERATIONS:</b>		
Net investment income (loss)	\$ 439,270	\$ (618,959)
Net realized loss on investments sold and option contracts expired or closed	(23,981,783)	(20,181,900)
Change in unrealized appreciation (depreciation) on investments and written options	<u>157,312,820</u>	<u>(131,549,063)</u>
Net increase (decrease) in net assets resulting from operations	<u>133,770,307</u>	<u>(152,349,922)</u>
<b>CAPITAL SHARE TRANSACTIONS:</b>		
Proceeds from shares sold	249,050,007	520,882,464
Cost of shares redeemed	<u>(93,613,154)</u>	<u>(309,261,499)</u>
Net increase in net assets resulting from capital share transactions	<u>155,436,853</u>	<u>211,620,965</u>
Total increase in net assets	289,207,160	59,271,043
<b>NET ASSETS:</b>		
Beginning of year	<u>599,687,484</u>	<u>540,416,441</u>
End of period	<u>\$888,894,644</u>	<u>\$599,687,484</u>

See notes to financial statements.



**MUHLENKAMP FUND**  
(A Portfolio of the Wexford Trust)

**FINANCIAL HIGHLIGHTS**

	Six Months Ended	Year Ended December 31,				
	June 30, 2003	2002	2001	2000	1999	1998
	(Unaudited)					
NET ASSET VALUE,						
BEGINNING OF YEAR	\$ 42.89	\$ 53.55	\$ 48.98	\$ 41.11	\$ 37.65	\$ 36.55
INCOME FROM						
INVESTMENT OPERATIONS:						
Net investment income (loss)	0.03 <sup>(1)</sup>	(0.06) <sup>(1)</sup>	(0.11) <sup>(1)</sup>	(0.08) <sup>(1)</sup>	(0.11) <sup>(2)</sup>	0.08 <sup>(2)</sup>
Net realized and unrealized gains (losses) on investments	<u>9.09</u>	<u>(10.60)</u>	<u>4.68</u>	<u>10.28</u>	<u>4.37</u>	<u>1.10</u>
Total from investment operations	9.12	(10.66)	4.57	10.20	4.26	1.18
LESS DISTRIBUTIONS:						
From net investment income	—	—	—	—	—	(0.08)
From net realized gains	<u>—</u>	<u>—</u>	<u>—</u>	<u>(2.33)</u>	<u>(0.80)</u>	<u>—</u>
Total distributions	<u>—</u>	<u>—</u>	<u>—</u>	<u>(2.33)</u>	<u>(0.80)</u>	<u>(0.08)</u>
NET ASSET VALUE,						
END OF PERIOD	<u>\$ 52.01</u>	<u>\$ 42.89</u>	<u>\$ 53.55</u>	<u>\$ 48.98</u>	<u>\$ 41.11</u>	<u>\$ 37.65</u>
TOTAL RETURN	21.26% <sup>(4)</sup>	(19.92)%	9.33%	25.30%	11.40%	3.22%
NET ASSETS, END OF PERIOD						
(in thousands)	\$888,895	\$599,687	\$540,416	\$267,386	\$178,599	\$194,962
RATIO OF OPERATING EXPENSES TO AVERAGE NET ASSETS <sup>(3)</sup>	1.19% <sup>(5)</sup>	1.17%	1.17%	1.28%	1.35%	1.32%
RATIO OF NET INVESTMENT INCOME (LOSS) TO AVERAGE NET ASSETS	0.13% <sup>(5)</sup>	(0.10)%	(0.14)%	(0.20)%	(0.26)%	0.21%
PORTFOLIO TURNOVER RATE	7.95%	11.17%	10.52%	32.04%	14.52%	27.03%

- (1) Net investment income per share is calculated using ending balances prior to consideration of adjustments for permanent book and tax differences.
- (2) Net investment income per share represents net investment income for the respective period divided by the monthly average shares of beneficial interest outstanding throughout each period.
- (3) The operating expense ratio includes expense reductions for soft dollar credits and minimum account maintenance fees deposited into the Fund. The ratios excluding expense reductions for the six months ending June 30, 2003, and the years ended December 31, 2002, 2001, 2000, 1999 and 1998, were 1.20%, 1.18%, 1.21%, 1.36%, 1.38% and 1.36%, respectively (See Note 8).
- (4) Not annualized
- (5) Annualized

See notes to financial statements.

**MUHLENKAMP FUND**  
(A Portfolio of the Wexford Trust)

**SCHEDULE OF INVESTMENTS**  
**June 30, 2003 (Unaudited)**

Name of Issuer or Title of Issue	Shares	Value
<b>COMMON STOCK — 92.6%</b>		
<b>Automobiles &amp; Components — 5.3%</b>		
Lear Corporation*	100,000	\$ 4,602,000
Monaco Coach Corporation*	172,500	2,644,425
National R. V. Holdings, Inc.*	183,750	951,825
Superior Industries International, Inc.	338,180	14,102,106
Thor Industries, Inc.	282,500	11,531,650
Winnebago Industries, Inc.	364,100	13,799,390
		<u>47,631,396</u>
<b>Banks — 1.7%</b>		
Washington Mutual, Inc.	361,687	14,937,673
<b>Capital Goods — 5.5%</b>		
General Cable Corporation*	126,000	680,400
Goodrich Corporation	500,000	10,500,000
Graco Inc.	137,805	4,409,760
JLG Industries, Inc.	118,100	803,080
The Lamson & Sessions Co.*	478,000	2,303,960
Rush Enterprises, Inc. – Class A*	282,005	1,283,123
Rush Enterprises, Inc. – Class B*	282,005	1,358,418
Terex Corporation*	126,500	2,469,280
Tyco International Ltd. f	1,335,600	25,349,688
		<u>49,157,709</u>
<b>Commercial Services &amp; Supplies — 2.6%</b>		
Cendant Corporation*	1,210,000	22,167,200
EnPro Industries, Inc.*	130,000	1,389,700
		<u>23,556,900</u>
<b>Consumer Durables — 11.1%</b>		
American Woodmark Corporation	262,100	12,310,837
The Black & Decker Corporation	406,100	17,645,045
Masco Corporation	100,000	2,385,000
Mohawk Industries, Inc.*	440,663	24,470,016
Polaris Industries Inc.	259,600	15,939,440
Salton, Inc.*	84,200	759,484
Stanley Furniture Company, Inc.	310,900	8,521,769
Whirlpool Corporation	267,700	17,052,490
		<u>99,084,081</u>

See notes to financial statements.

**MUHLENKAMP FUND**  
(A Portfolio of the Wexford Trust)

**SCHEDULE OF INVESTMENTS (Continued)**  
**June 30, 2003 (Unaudited)**

Name of Issuer or Title of Issue	Shares	Value
<b>Diversified Financials — 15.5%</b>		
Capital One Financial Corporation	590,000	\$ 29,016,200
Citigroup Inc.	600,000	25,680,000
Countrywide Credit Industries, Inc.	500,000	34,785,000
Fannie Mae	394,400	26,598,336
Gabelli Asset Management Inc. – Class A*	121,600	4,389,760
Merrill Lynch & Co., Inc.	204,000	9,522,720
Metris Companies Inc.*	250,000	1,387,500
Morgan Stanley	143,000	6,113,250
Nicholas Financial, Inc.*	21,000	106,680
		<u>137,599,446</u>
<b>Energy — 9.3%</b>		
Anadarko Petroleum Corporation	195,500	8,693,885
ConocoPhillips	100,000	5,480,000
Denbury Resources Inc.*	204,000	2,739,720
Devon Energy Corporation	365,600	19,523,040
Dynamic Oil & Gas, Inc.*f	94,900	361,569
The Houston Exploration Company*	266,200	9,237,140
Nabors Industries, Ltd.*f	390,000	15,424,500
OMNI Energy Services Corp.*	28,533	47,365
Patterson-UTI Energy, Inc.*	650,000	21,040,500
		<u>82,547,719</u>
<b>Food &amp; Drug Retailing — 0.4%</b>		
SUPERVALU INC.	160,000	<u>3,411,200</u>
<b>Food Beverage &amp; Tobacco — 2.7%</b>		
Altria Group, Inc.	525,280	<u>23,868,723</u>
<b>Footwear — 0.2%</b>		
R. G. Barry Corporation*	322,200	<u>1,453,122</u>
<b>Health Care Equipment &amp; Services — 1.8%</b>		
D & K Healthcare Resources, Inc.*	439,000	7,081,070
Cytec Corporation*	100,000	1,055,000
Orthodontic Centers of America, Inc.*	718,600	5,755,986
Tenet Healthcare Corporation*	200,000	<u>2,330,000</u>
		<u>16,222,056</u>

See notes to financial statements.

**MUHLENKAMP FUND**  
(A Portfolio of the Wexford Trust)

**SCHEDULE OF INVESTMENTS (Continued)**  
**June 30, 2003 (Unaudited)**

Name of Issuer or Title of Issue	Shares	Value
<b>Homebuilding — 17.2%</b>		
Beazer Homes USA, Inc.*	226,300	\$ 18,896,050
Centex Corporation	680,000	52,897,200
Meritage Corporation*	491,600	24,216,216
NVR, Inc.*	125,000	51,375,000
Pulte Homes, Inc.	60,115	3,706,691
Toll Brothers, Inc.*	59,800	1,692,938
		<u>152,784,095</u>
<b>Insurance — 4.2%</b>		
Fidelity National Financial, Inc.	1,190,940	36,633,314
Travelers Property Casualty Corp. – Class A	19,873	315,981
Travelers Property Casualty Corp. – Class B	40,832	643,921
		<u>37,593,216</u>
<b>Materials — 2.4%</b>		
Abitibi-Consolidated Inc. f	280,000	1,794,800
Cemex S.A. de C.V. ADR f	683,897	15,244,064
Texas Industries, Inc.	201,900	4,805,220
		<u>21,844,084</u>
<b>Media — 0.3%</b>		
The Reader's Digest Association, Inc. – Class A	220,000	2,965,600
<b>Pharmaceuticals &amp; Biotechnology — 0.2%</b>		
Novogen Limited* ADR f	80,000	1,401,600
<b>Retailing — 0.1%</b>		
Wilsons – The Leather Experts Inc.*	92,500	658,600
<b>Software &amp; Services — 0.9%</b>		
Citrix Systems, Inc.*	400,000	8,156,000
<b>Technology Hardware &amp; Equipment — 3.6%</b>		
ATMI, Inc.*	343,900	8,580,305
Intel Corporation	16,000	332,544
International Business Machines Corporation	140,000	11,550,000
MasTec, Inc.*	613,700	3,534,912
Photon Dynamics, Inc.*	273,700	7,595,175
		<u>31,592,936</u>

See notes to financial statements.

**MUHLENKAMP FUND**  
(A Portfolio of the Wexford Trust)

**SCHEDULE OF INVESTMENTS (Continued)**  
**June 30, 2003 (Unaudited)**

Name of Issuer or Title of Issue	Shares	Value
<b>Telecommunication Services — 0.4%</b>		
Amdocs Limited*f	100,000	\$ 2,400,000
Superconductor Technologies Inc.*	346,620	<u>797,226</u>
		<u>3,197,226</u>
<b>Transportation — 2.0%</b>		
Arkansas Best Corporation	736,300	<u>17,384,043</u>
<b>Utilities — 5.2%</b>		
Calpine Corporation*#	2,823,300	18,633,780
Dynegy Inc. – Class A*	520,000	2,184,000
El Paso Corporation	791,450	6,394,916
Exelon Corporation	100,000	5,981,000
PPL Corporation	300,000	<u>12,900,000</u>
		<u>46,093,696</u>
Total Common Stocks (Cost \$686,067,225)		<u>823,141,121</u>

Name of Issuer or Title of Issue	Principal Amount	Value
<b>SHORT-TERM INVESTMENT — 7.7%</b>		
American Express Commercial Paper, 0.90%	\$68,234,000	68,234,000
Total Short-Term Investment (Cost \$68,234,000)		<u>68,234,000</u>
<b>TOTAL INVESTMENTS — 100.3%</b>		
(Cost \$754,301,225)		<u>891,375,121</u>

Name of Issuer or Title of Issue	Contracts (100 Shares Per Contract)	Value
<b>WRITTEN PUT OPTIONS — (0.1)%</b>		
Calpine Corporation		
Expiration January 2004, Exercise Price \$20.00	888	<u>(1,154,400)</u>
Total Written Put Options (Premium received \$479,840)		<u>(1,154,400)</u>
<b>LIABILITIES IN EXCESS OF OTHER ASSETS — (0.2)%</b>		<u>(1,326,077)</u>
<b>TOTAL NET ASSETS — 100.0%</b>		<u>\$888,894,644</u>

\* Non income producing security.

# All or a portion of the shares have been committed as collateral for written option contracts.

f Foreign company

ADR American Depository Receipt

See notes to financial statements.

**MUHLENKAMP FUND**  
**(A Portfolio of the Wexford Trust)**

**NOTES TO FINANCIAL STATEMENTS**  
**Six Months Ended June 30, 2003 (Unaudited)**

**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 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 adviser, 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 statements 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. Securities and other assets for which market quotations are not readily available are valued at fair value as determined by procedures established by the Board of Trustees.
- 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. The Fund uses the specific identification method in computing gain or loss on the sale of investment securities.
- c. *Federal 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 recorded. In addition, the Fund will make sufficient distributions of its income and realized gains, if any, to avoid the payment of any federal excise taxes. Accounting principles generally accepted in the United States of America require that permanent differences between financial reporting and tax reporting be reclassified between various components of net assets.

**MUHLENKAMP FUND**  
**(A Portfolio of the Wexford Trust)**

**NOTES TO FINANCIAL STATEMENTS (Continued)**  
**Six Months Ended June 30, 2003 (Unaudited)**

- d. *Dividends and Distributions to Shareholders of Beneficial Interest* — Dividends from net investment income, if any, are declared and paid annually. Distributions of net realized capital gains, if any, will be declared and paid at least annually. The Fund may utilize earnings and profits distributed to shareholders on redemption of shares as part of the dividends paid deduction. Accordingly, reclassifications are made within the net asset accounts for such amounts, as well as amounts related to permanent differences in the character of certain income and expense items for income tax and financial reporting purposes.
- e. *Use of Estimates* — The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America 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.
- f. *Options Transactions* — The Fund may write put and call options only if it (i) owns an offsetting position in the underlying security or (ii) maintains cash or other liquid assets in an amount equal to or greater than its obligation under the option.

When the Fund writes a call or put option, an amount equal to the premium received is included in the statement of assets and liabilities as a liability. The amount of the liability is subsequently marked-to-market to reflect the current market value of the option. If an option expires on its stipulated expiration date or if the Fund enters into a closing purchase transaction, a gain or loss is realized. If a written call option is exercised, a gain or loss is realized for the sale of the underlying security and the proceeds from the sale are increased by the premium originally received. If a written put option is exercised, the cost of the security acquired is decreased by the premium originally received. As writer of an option, the Fund has no control over whether the underlying securities are subsequently sold (call) or purchased (put) and, as a result, bears the market risk of an unfavorable change in the price of the security underlying the written option.

The Fund may purchase put and call options. When the Fund purchases a call or put option, an amount equal to the premium paid is included in the Fund's statement of assets and liabilities as an investment, and is subsequently marked-to-market to reflect the current market value of the option. If an option expires on the stipulated expiration date or if the Fund enters into a closing sale transaction, a gain or loss is realized. If the Fund exercises a call, the cost of the security acquired is increased by the premium paid for the call. If the Fund exercises a put option, a gain or loss is realized from the sale of the underlying security, and the proceeds from such a sale are decreased by the premium originally paid. Written and purchased options are non-income producing securities.

**MUHLENKAMP FUND**  
(A Portfolio of the Wexford Trust)

**NOTES TO FINANCIAL STATEMENTS (Continued)**  
**Six Months Ended June 30, 2003 (Unaudited)**

**3. INVESTMENT ADVISORY AND OTHER AGREEMENTS**

Muhlenkamp & Co., Inc. (the "Advisor"), an officer/stockholder of which 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. U.S. Bancorp Fund Services, LLC serves as transfer agent, administrator and accounting services agent for the Fund. U.S. Bank, N.A. serves as custodian for the Fund.

**4. LINE OF CREDIT**

The Fund has established a line of credit agreement ("LOC") with a national banking association, which expires April 30, 2004, to be used for temporary or emergency purposes, primarily for financing redemption payments. Borrowings of the Fund are subject to a \$25 million cap on the total LOC. At June 30, 2003, there were no borrowings by the Muhlenkamp Fund outstanding under the LOC. For the six months ended June 30, 2003, the Fund incurred \$10,594 of interest expense.

**5. CAPITAL SHARE TRANSACTIONS**

Transactions in capital shares of the Fund were as follows:

	<b>Six Months Ended June 30, 2003</b>	<b>Year Ended December 31, 2002</b>
Shares outstanding, beginning of period . . . . .	13,982,197	10,091,742
Shares sold . . . . .	5,191,122	10,426,090
Shares redeemed . . . . .	(2,082,714)	(6,535,635)
Shares outstanding, end of period . . . . .	17,090,605	13,982,197

**6. OPTION CONTRACTS WRITTEN**

The number of option contracts written and the premiums received by the Muhlenkamp Fund during the six months ended June 30, 2003, were as follows:

	<b>Number of Contracts</b>	<b>Premiums Received</b>
Options outstanding, beginning of period . . . . .	5,123	\$1,332,659
Options written . . . . .	2,000	450,236
Options exercised . . . . .	(4,135)	(888,718)
Options expired . . . . .	(2,100)	(414,337)
Options outstanding, end of period . . . . .	888	\$ 479,840

**7. INVESTMENT TRANSACTIONS AND TAX INFORMATION**

Purchases and sales of investment securities, excluding short-term securities, for the six months ended June 30, 2003 were as follows:

<b>Purchases</b>		<b>Sales</b>	
<b>U.S. Government</b>	<b>Other</b>	<b>U.S. Government</b>	<b>Other</b>
\$0	\$145,062,002	\$0	\$51,421,732



**MUHLENKAMP FUND**  
**(A Portfolio of the Wexford Trust)**

**NOTES TO FINANCIAL STATEMENTS (Continued)**  
**Six Months Ended June 30, 2003 (Unaudited)**

The components of the net unrealized appreciation in the value of the investments held at June 30, 2003 for tax purposes are as follows:

Gross unrealized appreciation of investments .....	\$232,480,862
Gross unrealized depreciation of investments .....	<u>(95,406,966)</u>
Net unrealized appreciation of investments .....	<u>\$137,073,896</u>

At June 30, 2003, the cost of investments for federal income tax purposes was \$754,301,225.

At June 30, 2003, the Fund had accumulated net realized capital loss carryovers of \$17,656,856 that will expire in 2010 and \$3,833,114 that will expire in 2009. To the extent the Fund realizes future net capital gains, taxable distributions to its shareholders will be offset by any unused capital loss carryover.

**8. EXPENSE REDUCTION**

Beginning in 2000, expenses are reduced through the deposit of minimum account maintenance fees into the Fund. By November 30th of each year, all accounts must have net investments (purchases less redemptions) totaling \$1,500 or more, an account value greater than \$1,500, or be enrolled in the Automatic Investment Plan. Accounts that do not meet one of these three criteria will be charged a \$15 fee. These fees are used to lower the Fund's expense ratio. For the six months ended June 30, 2003, the Fund's expenses were reduced \$50,439 by utilizing minimum account maintenance fees, resulting in a decrease in the expense ratio being charged to shareholders of 0.01%.

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**INVESTMENT ADVISER**

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Wexford, PA 15090

**ADMINISTRATOR AND TRANSFER AGENT**

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Milwaukee, WI 53202

**CUSTODIAN**

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Cincinnati, OH 45201

**DISTRIBUTOR**

Quasar Distributors, LLC  
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**AUDITORS**

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