

A No-Load Fund

Muhlenkamp Fund

SEMI - ANNUAL REPORT
June 30, 1990

P.O. Box 598, Wexford, Pennsylvania 15090 (412) 935-5520

LETTER TO SHAREHOLDERS

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

As you can see from this report, Net Assets of the Fund now exceed \$1.3 million; as of June 30, 1990 the Net Asset Value of your shares is \$11.39 (unaudited). We are happy to see the assets continue to grow and view the gain of 3.2% in N.A.V. for the first half of 1990 as fair. After advising patience for some time, we've been gratified to see that patience rewarded in recent months.

The long-term trends which we've been reviewing with you remain in place. In 1988, the Federal Reserve Board began to tighten the money supply in order to slow the U.S. economy. Normally, such actions by the Fed take 6 to 12 months to be reflected in GNP growth and 12 to 24 months to be reflected in prices (inflation). These time lags appear to be holding: GNP began slowing in the first half of 1989, and inflationary pressures, after a weather augmented spurt last winter, seem to be abating now.

Meanwhile, the markets have managed to burst speculative bubbles in Japanese stocks, "hi-yield" bonds and commercial real estate. This has hurt speculators riding these bubbles, but had little effect elsewhere. There remains a risk that tighter oversight of banks by the comptroller of the currency could cause a credit crunch, but political sensitivity on the part of those affected make this scenario unlikely.

The new cloud on the horizon is the increased probability of higher taxes. Our politicians want to raise taxes to cover their spending (lower the deficit) and help lower interest rates. Whatever form such taxes may take, they will have a depressing effect on the economy.

So, where are we today? We are where we have been, but we're further along. We still see inflation no worse than 5%, but now believe that we are over the top and the reported numbers are heading downward. We still view a recession as unlikely, but the odds for one have increased. We suspect that the low point of the slow down will be the second or third quarter of 1990. If so, the question becomes not whether the Federal Reserve will ease, but when! The trigger is likely to be continued good numbers on inflation or a significant debt reduction package in Washington. The longer the Fed waits before easing, the more likely recession becomes and the lower inflation is likely to be.

Under these assumptions, stocks and bonds continue to be fairly priced (+ or - 5-10%). Bonds will respond to interest rates. Individual stocks will respond to interest rates and to earnings.

We appreciate your interest in the Muhlenkamp Fund. We welcome your questions and ask you to spread the word of our Fund among your friends.

Ronald H. Muhlenkamp
President
July 18, 1990

THE WEXFORD TRUST
STATEMENT OF OPERATIONS
FROM JANUARY 1, 1990 TO JUNE 30, 1990
 (UNAUDITED)

		<u>Muhlenkamp Fund</u>
INVESTMENT INCOME		
Dividends	\$18,923	
Interest	<u>3,033</u>	
Total Income		\$21,956
EXPENSES		
Advisor fee	5,780	
Auditor fee	5,018	
Custodian fee	<u>1,839</u>	
Total Expenses		<u>12,637</u>
Net Investment Income		9,319
REALIZED AND UNREALIZED GAIN ON INVESTMENTS		
Net realized gain on investments		11,594
Unrealized appreciation in value of investments during the period		<u>21,193</u>
Increase in Net Assets Resulting From Operations		\$42,106

STATEMENT OF ASSETS AND LIABILITIES

JUNE 30, 1990

(UNAUDITED)

ASSETS

	<u>Muhlenkamp Fund</u>
INVESTMENT IN SECURITIES AT VALUE - IDENTIFIED COST \$1,177,792	\$ 1,233,344
CASH	107,285
RECEIVABLES Interest Receivable	<u>557</u>
Total Assets	\$ 1,341,186

LIABILITIES

PAYABLES Advisory Fee Payable	<u>2,957</u>
Total Net Assets	\$ <u><u>1,338,227</u></u>

NET ASSETS Shares of beneficial interest outstanding	\$ 1,265,169
Accumulated undistributed income: Accumulated undistributed net investment income	17,506
Net unrealized appreciation in value of investments at end of period	<u>55,552</u>
Net Assets	\$ <u><u>1,338,227</u></u>
NET ASSET VALUE PER SHARE (Net assets divided by shares outstanding)	\$ 11.39

PORTFOLIO OF INVESTMENTS

June 30, 1990

(UNAUDITED)

Muhlenkamp Fund

	Principal Amount or Shares	Value
COMMON STOCKS		
AMR Corp.	500	\$32,062
Allegheny Ludlum	700	33,162
Apple Computer	100	4,475
Bankers Trust	600	25,125
Blair Corp	800	30,200
Citicorp	1100	24,887
Comerica	150	6,975
Compaq Computer	200	24,900
A. G. Edwards	800	20,400
Federal National Mortgage	1100	44,687
Federal National Mortgage Wts	1200	30,900
Figgie International	1500	37,125
Ford	700	30,625
Frontier Insurance	1500	35,625
GATX	1000	28,500
Glenfed	2000	24,250
Golden West Financial	1200	36,450
Green Tree Acceptance Inc.	2300	37,950
Hanson PLC	1000	20,875
King World Productions	700	26,250
Landmark Savings	4500	21,375
Loews Corp.	300	32,887
Mark IV Inds. Inc.	2250	30,375
Morgan Stanley Inc.	450	32,737
PNC Financial	400	12,000
Penn Central	1400	32,025
Philip Morris	1460	67,890
Reynolds Metals Co.	600	34,725
Ryland Group	1800	32,625
Salomon Inc.	500	12,250
Signet Banking Corp.	400	9,200
Sterling Chemical	2500	17,500
Superior Ind.	1828.20	45,248
Tenneco	500	33,875
United Federal Bancorp PA	1200	12,600
Vista Chemical	600	23,700
Western Digital	2400	31,800
Westinghouse	800	29,400
Xilinx	200	3,000
Total Common Stocks (cost \$1,031,958)		\$1,070,635
Preferred Stocks		
Federal Paper Board Preferred	600	25,200
Pioneer Financial Preferred	1000	38,500
Total Preferred Stocks (cost \$54,946)		
Closed-End Investment Funds		
Gemini Fund - Capital Shares (cost \$30,668)	2000	26,250
Limited Partnerships		
Standard Pacific, L.P. (cost \$33,481)	2100	24,937
Bonds		
General Motors Acceptance Corporation - 0% deferred Debentures, due 2015 (cost \$36,723)	350000	40,162
U.S. Treasury Strips (cost \$8,016)	50000	7,656
TOTAL INVESTMENTS (cost \$1,177,792)		\$1,233,344

STATEMENT OF CHANGES IN NET ASSETS
FROM JANUARY 1, 1990 TO JUNE 30, 1990
 (UNAUDITED)

	<u>Muhlenkamp Fund</u>
INCREASE (DECREASE) IN CASH AND NET ASSETS	
Operations:	
Net investment income	\$ 9,319
Net realized gain on investments	11,594
Unrealized appreciation	<u>21,193</u>
Net Increase Resulting From Operations	42,106
FROM CAPITAL SHARE TRANSACTIONS	
Proceeds from sale of 31,369.806 shares	339,371
Cost of 13,866.830 shares repurchased	<u>(147,384)</u>
Total Increase	\$ 234,093
NET ASSETS	
Beginning of Period	<u>1,104,134</u>
End of Period (including undistributed investment gain of \$17,506)	\$ <u><u>1,338,227</u></u>

See notes to financial statements.

THE WEXFORD TRUST

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 1990

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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 a diversified open-end management investment company.

The following is a summary of significant accounting policies consistently followed by the Trust in the preparation of its financial statements. The policies are in conformity with generally accepted accounting principles.

Security valuations - Each stock and bond is valued at the latest sales price thereof on the last business day of the fiscal period as reported by the principal securities exchange on which the issue is traded.

Security transactions and related investment income - Security transactions are accounted for on the trade date (date the order to buy or sell is executed). Dividend income is recorded on the ex-dividend date. Interest income is recorded on the accrual basis.

Cash flow information - The Trust issues and redeems its shares, invests in securities, earns income and distributes dividends from net investment income. Dividends are either reinvested in the fund or paid in cash upon the written direction of the holder of beneficial interest. These activities are reported on the accrual basis in the statement of changes in net assets.

Federal income taxes - The Trust policy is to comply with requirements of the Internal Revenue Code that are applicable to regulated investment companies and to distribute substantially all its taxable income to its holders of beneficial interest. Therefore, each year no provision for federal income taxes is required.

Dividends and distributions to holders of beneficial interests - Dividends and distributions are recorded by the Trust on the record date.

THE WEXFORD TRUST

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 1990

NOTE 2 - INVESTMENT MANAGEMENT AND PAYMENTS TO AFFILIATED PERSONS

Muhlenkamp & Co., Inc., a Pennsylvania Corporation, principally owned by Ronald H. Muhlenkamp, 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. Certain trustees are also officers of the investment advisor. At June 30, 1990 certain affiliated persons held in aggregate 2647.98 shares with a net asset value of \$30,160.49.

NOTE 3 - SHARES OF BENEFICIAL INTEREST

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. For the period January 1, 1990 to June 30, 1990, transactions in Trust shares were as follows:

	<u>Shares</u>	<u>Amount</u>
Shares Sold	31,369.806	\$339,371
Shares Redeemed	13,866.830	\$(147,384)