

# SECURITIES AND EXCHANGE COMMISSION

## FORM N-30B-2

Periodic and interim reports mailed to investment company shareholders (other than annual and semi-annual reports mailed to shareholders pursuant to Rule 30e-1)

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### FILER

<b>SMITH BARNEY SHEARSON NEW YORK MUNICIPALS FUND INC</b>	Mailing Address NULL	Business Address 2 WORLD TRADE CENTER 101ST FLR NULL NEW YORK NY 10048 6175731332
CIK: <b>730047</b>   State of Incorporation: <b>MD</b>   Fiscal Year End: <b>1231</b> Type: <b>N-30B-2</b>   Act: <b>40</b>   File No.: <b>811-03869</b>   Film No.: <b>94513958</b>		

[GRAPHIC]

Small box above fund name  
showing a map, chain and steel  
girders used for industrial production

NEW YORK MUNICIPALS FUND INC.

DEAR SHAREHOLDER:

We are pleased to provide the Annual Report for Smith Barney Shearson New York Municipals Fund for the fiscal year ended December 31, 1993. In this report we will provide you with a review of the Fund's performance, the market environment and portfolio activities during the past twelve months. In addition, we have taken this opportunity to simplify the report by separating the historical performance information for A and B classes of shares into two distinct sections. Our goal is to give you clear, concise information that makes it easier for you to follow your investment. We have done this because Smith Barney Shearson believes that an informed investor and an experienced Financial Consultant form the most productive partnerships.

#### THE MUNICIPAL MARKET AND THE ECONOMIC ENVIRONMENT

By the end of 1993, the tax-exempt market set a record for bond issuance of approximately \$300 billion. Municipalities, like individuals, took advantage of the low level of interest rates and used it as an opportunity to refinance higher interest rate debt. About 75% of these new issues will be used to retire the higher interest rate debt that was issued in the early 1980s. Investors consequently have faced a high rate of bond calls during the past year, and we anticipate that this is something they will have to contend with in 1994 as well. We expect that in 1994 the volume of new issuance will once again be in the more traditional of \$150 to \$175 billion.

Although the supply of municipal securities was very high during the past year, demand was equally high. Investors whose bonds were called or retired sought to replace them with new issues, and the passage of a retroactive tax increase in August buoyed demand for tax-exempt issues.

The market suffered from some periodic weakness throughout the year, and especially at the end of the year, but we are optimistic that it will regain its strength in early 1994. We think this will likely begin in earnest once the higher withholding rates go into effect, and again when people begin preparing their 1993 income taxes. We don't anticipate a surge in the inflation rate because the increase in economic growth and consumer confidence should be offset by higher Federal tax rates and uncertainty over the cost of health care reform.

Some refinancings took place in the market for New York tax-exempts, but at a slower pace than the overall market because of changes in the comptroller's office. In August, Ned Regan resigned to enter the private sector and was replaced by Carl McCall. This changing of the guard slowed the bond issuance schedule while

the new comptroller put his staff in place. We expect that over the next six months New York State and its agencies will aggressively re-enter the market.

The economy of New York State has improved thanks to a strong year for the financial community and a rebound in consumer spending. Both contributed to increased tax receipts which will give the State a budget surplus for the first time in many years. If tax revenues continue to increase in 1994, New York State could receive an upgrade in its bond rating. A higher bond rating benefits New York State taxpayers in a very tangible way: higher-rated bonds generally are required to pay investors lower interest rates. For New York City, the picture is quite different. New York City is faced with a budget deficit in the neighborhood of \$1.7 billion as a result of higher welfare and Medicaid costs. Its budget problems are compounded by the loss of businesses lured to New Jersey and Connecticut by attractive economic development packages. While the State's economy is clearly rebounding, we are waiting for Mayor Giuliani's response to the City's budget problems.

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DIVIDEND POLICY

Although not explicitly stated in the prospectus, the Fund's policy is to pay a level monthly dividend based on our projections for the municipal bond market and the general direction of interest rates. This policy has no appreciable affect on the Fund's investment strategies or net asset value per share since it is guided by market conditions. It means that we do not invest in more speculative securities that may undermine the Fund's net asset value per share in order to maintain an unrealistically high dividend policy. We continually monitor both the market and the Fund's income stream to see that our dividend projections are realistic.

PORTFOLIO STRATEGY

As investment managers, our goal is to provide investors with tax-free income and stability of principal through investments in securities exempt from Federal and New York income taxes. Rather than attempting to time the market, we, like most investors, take a longer-term approach to tax-exempt investing. Consequently, we have not changed our strategy significantly to accommodate the temporary market blips of the past twelve months; instead, we remained fully invested in longer-term issues and simply rode out the market fluctuations.

To help us achieve our goal, we continue to invest the Fund's holdings in high quality investments. The additional yield available from lower-rated securities is simply not sufficient to justify their additional risk. At the end of its fiscal year, 95% of the Fund was invested in issues rated BBB or higher (investment grade) by either Standard & Poor's Corporation or Moody's Investors Service, Inc. We

2

have concentrated the Fund's investments in general obligation issues, hospital issues which are secured by additional insurance, and utility issues. The average maturity of the issues in the portfolio is 26 years. It is our opinion that this diversified, high quality approach to the long-term municipal market best serves the interests of the Fund's investors.

We thank you for your support of the Smith Barney Shearson New York Municipals Fund. As we have since the Fund's inception a decade ago, we will continue to strive to help you meet your investment goals.

Sincerely,

Heath B. McLendon  
Chairman of the Board

Lawrence T. McDermott  
Vice President and  
Investment Officer

February 18, 1994

3

Smith Barney Shearson  
NEW YORK MUNICIPALS FUND INC.

<TABLE>

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HISTORICAL PERFORMANCE - CLASS A SHARES

<CAPTION>

Year Ended	Net Asset Value		Capital	Dividends	Total
12/31	Beginning	Ending	Gains+	Paid+	Return*
<S>	<C>	<C>	<C>	<C>	<C>
1/23/84 -					
12/31/84	\$ 14.25	\$13.90	\$--	\$ 1.16	6.09%
1985	\$ 13.90	\$15.48	\$--	\$ 1.24	21.03%
1986	\$ 15.48	\$16.71	\$0.29	\$ 1.20	18.13%
1987	\$ 16.71	\$15.37	\$0.01	\$ 1.14	-1.09%

1988	\$ 15.37	\$15.97	\$--	\$ 1.16	11.82%
1989	\$ 15.97	\$16.26	\$--	\$ 1.13	9.18%
1990	\$ 16.26	\$15.94	\$--	\$ 1.16	5.41%
1991	\$ 15.94	\$16.77	\$--	\$ 1.16	12.98%
1992	\$ 16.77	\$17.12	\$0.03	\$ 1.13	9.36%
1993	\$ 17.12	\$17.68	\$0.19	\$ 1.07	10.93%
Total			\$0.52	\$ 11.55	
Cumulative Total Return - (1/23/84 through 12/31/93)					164.62%

<FN>

\* Figures assume reinvestment of all dividends and capital gains distributions at net asset value and do not assume deduction of the sales charge (maximum 4.5% as of November 6, 1992).

+ The above distributions may differ from those cited in the Financial Highlights contained elsewhere in this report. These differences result from accounting rules requiring the redesignation of distributions to the tax characterization of such distributions.

</TABLE>

THE FUND'S POLICY IS TO DISTRIBUTE DIVIDENDS MONTHLY AND CAPITAL GAINS, IF ANY, ANNUALLY.

<TABLE>

AVERAGE ANNUAL TOTAL RETURN\*\* - CLASS A SHARES

<CAPTION>

Charge	Without Sales Charge		With Sales	
	Without	Without	Without	Without
Waiver	Actual	Fee Waiver	Actual	Fee
<S>	<C>	<C>	<C>	<C>
Year Ended 12/31/93	10.93%	--	5.94%	--
Five Years Ended 12/31/93	9.54%	--	8.54%	--
Inception 1/23/84 through 12/31/93	10.29%	10.28%	9.78%	9.77%

<FN>

\*\* All average annual total return figures shown reflect reinvestment of dividends and capital gains at net asset value. Average annual total return figures shown assume the deduction of the maximum 4.5% sales charge. The Fund

commenced operations on January 23, 1984. The Fund waived fees and reimbursed expenses from January 1984 to December 1984. A shareholder's actual return for periods during which waivers and reimbursements were in effect would be the higher of the two numbers shown.

NOTE: As of November 6, 1992, shares of the Fund were designated as Class A - -

subject to a maximum 4.5% front-end sales charge and an annual service fee of 0.15% of average daily net assets attributable to that class. The Fund's average annual rates of return would have been lower had service fees been in effect prior to November 6, 1992.

</TABLE>

GROWTH OF \$10,000 INVESTED IN CLASS A SHARES  
OF SMITH BARNEY SHEARSON NEW YORK MUNICIPALS FUND INC.+

January 23, 1984 - December 31, 1993

<TABLE>

DESCRIPTION OF MOUNTAIN CHART IN SHEARSON COVERS (CLASS A)

A line graph depicting the total growth (including reinvestment of dividends and capital gains) of a hypothetical investment of \$10,000 in New York Municipals Fund's Class A shares on January 23, 1984 through December 31, 1993 as compared with the growth of a \$10,000 investment in the Lehman Brothers Municipal Bond Index and Lipper New York Municipal Fund Average. The plot points used to draw the line graph were as follows:

<CAPTION>

	Growth of \$10,000 Invested in Class A shares of the Fund	Growth of \$10,000 Investment in the Lehman Brothers Municipal Bond Index	Growth of Investment in Lipper New Municipal Average
\$10,000			
the			
York			
Fund			
Month Ended			
<S>	<C>	<C>	<C>
01/23/84	\$ 9,550		
01/84	\$ 9,582	\$10,000	
\$10,000			
02/84	\$ 9,514	\$ 9,899	\$

9,981			
03/84	\$ 9,562	\$ 9,911	
\$10,108			
06/84	\$ 9,249	\$ 9,540	\$
9,879			
09/84	\$ 9,740	\$10,189	
\$10,330			
12/84	\$10,132	\$10,665	
\$10,718			
03/85	\$10,571	\$11,095	
\$11,155			
06/85	\$11,430	\$12,025	
\$12,022			
09/85	\$11,340	\$11,844	
\$11,955			
12/85	\$12,263	\$12,802	
\$12,839			
03/86	\$13,402	\$14,098	
\$13,874			
06/86	\$13,209	\$14,011	
\$13,798			
09/86	\$13,874	\$14,764	
\$14,416			
12/86	\$14,486	\$15,274	
\$15,024			
03/87	\$14,837	\$15,644	
\$15,394			
06/87	\$14,137	\$15,220	
\$14,507			
09/87	\$13,732	\$14,841	
\$14,018			
12/87	\$14,328	\$15,504	
\$14,777			
03/88	\$14,740	\$16,037	
\$15,175			
06/88	\$15,101	\$16,348	
\$15,495			
09/88	\$15,562	\$16,768	
\$15,946			
12/88	\$16,022	\$17,080	
\$16,352			
03/89	\$16,068	\$17,193	
\$16,415			
06/89	\$17,027	\$18,211	
\$17,380			
09/89	\$17,011	\$18,224	
\$17,311			
12/89	\$17,492	\$18,923	
\$17,870			
03/90	\$17,510	\$19,007	
\$17,788			
06/90	\$17,898	\$19,451	
\$18,230			
09/90	\$17,849	\$19,462	
\$18,112			
12/90	\$18,438	\$20,302	
\$18,770			

03/91	\$18,893	\$20,761
\$19,209		
06/91	\$19,364	\$21,204
\$19,658		
09/91	\$20,190	\$22,029
\$20,601		
12/91	\$20,831	\$22,767
\$21,263		
03/92	\$20,967	\$22,835
\$21,286		
06/92	\$21,768	\$23,700
\$22,308		
09/92	\$22,353	\$24,331
\$22,850		
12/92	\$22,781	\$24,774
\$23,315		
03/93	\$23,580	\$25,694
\$24,289		
06/93	\$24,268	\$26,535
\$25,148		
09/93	\$24,988	\$27,432
\$25,979		
12/93	\$25,271	\$27,817
\$26,275		

<FN>

+ Illustration of \$10,000 invested in Class A shares on January 23, 1984 assuming deduction of the maximum 4.5% sales charge and reinvestment of dividends and capital gains at net asset value through December 31, 1993.

The Lehman Brothers Municipal Bond Index is comprised of approximately 21,000 bonds. The bonds are all investment grade, fixed rate, long term (greater than two years) and are selected from issues larger than \$50 million dated since January 1984. Index information is available at month-end only; therefore, the closest month-end to inception date of the Fund has been used.

The Lipper New York Municipal Fund Average is composed of the Fund's peer group of mutual funds.

NOTE: All figures cited here and on the other pages represent past performance of the Fund and do not guarantee future results of Class A shares.

</TABLE>

FOR A GLOSSARY OF TERMS, PLEASE TURN TO THE END OF THIS REPORT.

Smith Barney Shearson  
NEW YORK MUNICIPALS FUND INC.

<TABLE>

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HISTORICAL PERFORMANCE - CLASS B SHARES



<CAPTION>

Year Ended	Net Asset Value		Capital Gains	Dividends
Total	Beginning	Ending	Distributed	Paid
December 31	<C>	<C>	<C>	<C>
Return*				
<S>				
<C>				

-----  
-----  
11/6/92 - 12/31/92      \$ 16.93      \$17.12      \$0.03      \$0.15  
2.23%

-----  
-----  
1993                      \$ 17.12      \$17.68      \$0.19      \$0.98  
10.33%

-----  
-----  
Total    \$0.22      \$1.13

-----  
-----  
Cumulative Total Return from 11/06/92 through 12/31/93  
12.79%

<FN>

\* Figures assume reinvestment of all dividends and capital gains distributions at net asset value and do not assume deduction of the contingent deferred sales charge ("CDSC").

</TABLE>

THE FUND'S POLICY IS TO DISTRIBUTE DIVIDENDS MONTHLY AND CAPITAL GAINS, IF ANY, ANNUALLY.

<TABLE>

AVERAGE ANNUAL TOTAL RETURN\*\* - CLASS B SHARES

<CAPTION>

	Without CDSC Actual <C>	With CDSC Actual <C>
Year Ended 12/31/93	10.33%	5.83%
Inception 11/06/92 through 12/31/93	11.03%	7.60%

<FN>

\*\* All average annual total return figures shown reflect the reinvestment of dividends and capital gains at net asset value. Average annual total

return figures shown assume the deduction of the maximum applicable CDSC which is described in the prospectus. The Fund waived fees and reimbursed expenses from November 6, 1992 to the present. A shareholder's actual return for periods during which waivers and reimbursements were in effect would be the higher of the two numbers shown.

NOTE: The Fund began offering Class B shares on November 6, 1992 subject to a maximum 4.5% CDSC and annual service and distribution fees of 0.15% and 0.50%, respectively, of average daily net assets attributable to that class.

</TABLE>

GROWTH OF \$10,000 INVESTED IN CLASS B SHARES  
OF SMITH BARNEY SHEARSON NEW YORK MUNICIPALS FUND INC.+  
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November 6, 1992 -- December 31, 1993

DESCRIPTION OF MOUNTAIN CHART IN SHEARSON COVERS (CLASS B)

A line graph depicting the total growth (including reinvestment of dividends and capital gains) of a hypothetical investment of \$10,000 in New York Municipals Fund's Class B shares on November 6, 1992 through December 31, 1993 as compared with the growth of a \$10,000 investment in the Lehman Brothers Municipal Bond Index and Lipper New York Municipal Fund Average. The plot points used to draw the line graph were as follows:

<TABLE>

OF \$10,000	GROWTH OF \$10,000	GROWTH
INVESTMENT IN THE	INVESTMENT IN THE	
NEW YORK	LEHMAN BROTHERS	LIPPER
MUNICIPAL FUND	MUNICIPAL BOND	
MONTH ENDED	INDEX	
AVERAGE		
<S>	<C>	<C>
10/31/92	--	\$10,000
\$10,000		
11/06/92	\$10,000	--
--		
11/92	\$10,108	\$10,179
9,833		\$
12/92	\$10,223	\$10,283

\$10,074		
03/93	\$10,569	\$10,665
\$10,739		
06/93	\$10,858	\$11,014
\$10,822		
09/93	\$11,169	\$11,386
\$11,245		
12/93	\$10,879	\$11,546
\$11,262		

[SET ON MAC -- CHART B]

<FN>

+ Illustration of \$10,000 invested in Class B shares on November 6, 1992 assuming deduction of the maximum applicable CDSC at the time of redemption and reinvestment of dividends and capital gains at net asset value through December 31, 1993.

The Lehman Brothers Municipal Bond Index is comprised of approximately 21,000 bonds. The bonds are all investment grade, fixed rate, long term (greater than two years) and are selected from issues larger than \$50 million dated since January 1984. Index information available at month-end only; therefore, the closest month-end to inception date of the Fund has been used.

The Lipper New York Municipal Fund Average is composed of the Fund's peer group of mutual funds.

NOTE: All figures cited here and on the other pages represent past performance of the Fund and do not guarantee future results of Class B shares.

\* Value does not assume deduction of applicable CDSC.

\*\* Value assumes deduction of applicable CDSC (assuming redemption on December 31, 1993).

</TABLE>

FOR A GLOSSARY OF TERMS, PLEASE TURN TO THE END OF THIS REPORT.

Smith Barney Shearson  
NEW YORK MUNICIPALS FUND INC.

<TABLE>

PORTFOLIO HIGHLIGHTS (UNAUDITED)

DECEMBER 31, 1993

INDUSTRY BREAKDOWN

Pie chart depicting the allocation of the New York Municipals Fund's investment securities held at December 31, 1993 by industry classification. The pie is broken in pieces representing industries in the following percentages:

INDUSTRY	PERCENTAGE
<S>	<C>
Utility Revenue	9.1%
Education	9.0%
Housing	14.8%
Hospital	19.3%
Transportation	8.6%
Short Term Investments and Net Other Assets	0.2%
Pollution Control	6.5%
Industrial Control	4.4%
Other	9.1%
General Obligations	19.0%

</TABLE>

SUMMARY OF MUNICIPAL BONDS AND SHORT-TERM  
TAX-EXEMPT INVESTMENTS BY COMBINED RATINGS

<TABLE>

<CAPTION>

Moody's <S>	<C>	Standard & Poor's <C>	Percent of Value <C>
AAA	OR	AAA	26.5%
AA		AA	22.6
A		A	20.0
BAA		BBB	26.3
BA		BB	1.5
NR		NR	3.1
			-----
			100.0%
			-----

</TABLE>

AVERAGE MATURITY: 26 YEARS

Smith Barney Shearson  
NEW YORK MUNICIPALS FUND INC.

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- - -

<TABLE>

PORTFOLIO OF INVESTMENTS

DECEMBER 31, 1993

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- - -

KEY TO INSURANCE ABBREVIATIONS

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- - -

- AMBAC -- American Municipal Bond Assurance Corporation
- FGIC -- Federal Guaranty Insurance Corporation
- FHA -- Federal Housing Administration
- FSA -- Financial Security Assurance
- MBIA -- Municipal Bond Investors Assurance

<CAPTION>

MARKET		RATINGS	
		(unaudited)	
VALUE		MOODY'S	S&P
FACE VALUE			
(NOTE 1)			
<C>	<S>	<C>	<C>
<C>			

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- - -

MUNICIPAL BONDS AND NOTES - 99.8 %

	NEW YORK - 96.6 %		
\$3,900,000	Babylon, New York, Industrial Development Agency, Recycling Facilities Revenue, (Babylon Recycling Center, Inc.), Series A, 8.875% due 3/1/2011	NR	NR
\$ 3,939,000	Babylon, New York, Industrial Development Agency, Resource Recovery Revenue, (Odgen Martin Systems, Babylon, Inc.): Series B, 8.500% due 1/1/2019	Baa1	NR
2,995,000			
3,440,506	Series C, 8.500% due 1/1/2019	Baa1	BBB+
2,950,000			
3,388,813	Babylon, New York, Industrial Development Agency, Waste Facilities Revenue, (Babylon Community Waste Management), Series A,		
2,000,000			

2,395,000	7.875% due 7/1/2006	Baa1	BBB+
	Battery Park City Authority, New York, Housing Revenue:		
8,045,000	5.250% due 11/1/2017	A1	AA
7,843,875			
4,850,000	5.800% due 11/1/2022	A	A
4,910,625			
35,000	8.625% INVESTMENTS (CONTINUED)		DECEMBER 31,
1993			

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RATINGS MARKET

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FACE VALUE

VALUE

MOODY'S S&P (

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<C> <C> <C>

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- -

-----INVESTMENTS (CONTINUED) DECEMBER 31, 1993

<CAPTION>

MARKET

RATINGS

(unaudited)

VALUE  
FACE VALUE  
(NOTE 1)

MOODY'S S&P

<C> <S>  
<C>

<C> <C>

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MUNICIPAL BONDS AND NOTES (CONTINUED)  
NEW YORK (CONTINUED)

<S> <C> <C>

<C>  
\$ 500,000 Buffalo, New York, Refunding Bonds, (FGIC insured),  
6.250% due 2/1/2016

Aaa AAA

\$ 538,125  
1,300,000 Buffalo, New York, Municipal Water Finance Authority Water Systems Revenue, (FSA Insured),

1,363,375	5.750% due 7/1/2019	Aaa	AAA
700,000	Central Square, New York, Central School District, (FGIC insured),		
	6.500% due 6/15/2000	Aaa	AAA
791,000			
250,000	Chautauqua County, New York, Industrial Development Agency, Industrial Development Revenue Bonds, (Ralston Purina Company Project),		
	9.800% due 2/1/2001	Baa1	NR
275,000			
3,500,000	Dutchess County, New York, Resource Recovery Agency, Revenue Bonds, (Solid Waste Management), Series A, (FGIC insured),		
	7.500% due 1/1/2009	Aaa	AAA
4,068,750			
1,000,000	Erie County, New York, Industrial Development Agency, Industrial Development Bonds, (Peter J. Schmitt Company Project),		
	10.750% due 12/1/2014	NR	NR
1,083,750			
	Green Island, New York, General Obligation Bonds:		
100,000	9.375% due 11/1/2001	Baa1	NR
125,750			
125,000	9.375% due 11/1/2002	Baa1	NR
159,375			
4,000,000	Hempstead Town, New York, Industrial Development Agency, Resource Recovery Revenue Bonds, (American Fuel Company),		
	7.400% due 12/1/2010	Baa1	A-
4,405,000			
500,000	Huntington, New York, Refunding Bonds, (FGIC insured),		
	5.500% due 4/1/2017	Aaa	AAA

SEE NOTES TO FINANCIAL STATEMENTS.

Smith Barney Shearson  
NEW YORK MUNICIPAL FUND INC.

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<TABLE>

PORTFOLIO OF INVESTMENTS (CONTINUED)

DECEMBER 31, 1993

<CAPTION>

RATINGS

## MARKET

(unaudited)

VALUE		MOODY'S	S&P
FACE VALUE			
(NOTE 1)			
<C>	<S>	<C>	<C>
<C>			

-----  
MUNICIPAL BONDS AND NOTES (CONTINUED)

	NEW YORK (CONTINUED)		
<S>	<C>	<C>	<C>
<C>			
\$1,000,000	Islip, New York, Community Development Agency, (New York Institute of Technology), (Demonstration Project), Revenue Bonds, 7.125% due 10/1/2006	Aa3	AA
\$ 1,068,750			
1,895,000	Lincoln Towers, New York, Housing Corporation, Mortgage Revenue Bonds, (Lincoln Towers Project), 11.250% due 1/1/2015	NR	NR
2,001,593			
	Lockport Town, New York, Refunding Bonds: (MBIA insured):		
435,000	5.400% due 3/1/2012	Aaa	AAA
445,331			
430,000	5.400% due 3/1/2013	Aaa	AAA
440,212			
425,000	5.400% due 3/1/2014	Aaa	AAA
435,093			
415,000	5.400% due 3/1/2015	Aaa	AAA
424,856			
	Metropolitan Transportation Authority, New York, Transit Facilities Revenue:		
3,700,000	Series J, (FGIC insured), 6.500% due 7/1/2018	Aaa	AAA
4,097,750			
8,500,000	Series K, (AMBAC Insured), 6.000% due 7/1/2016	Aaa	AAA
8,946,250			
3,630,000	Series M, 6.000% due 7/1/2014	Baa	BBB+
3,752,512			
5,440,000	Service Contract, Series N, 7.125% due 7/1/2009	Baa1	BBB
6,147,200			
	Service Contract, Series P, 5.750% due 7/1/2015	Baa1	BBB
1,575,000			
1,580,906			
4,000,000	5.570% due 7/1/2015	Baa1	BBB
4,015,000			
1,220,000	Service Contract, Series 5, 6.250% due 7/1/1999	Baa1	BBB
1,303,875			
1,250,000	Monroe County, New York, Airport Authority, Airport Revenue, (Greater Rochester		



International Airport), (MBIA insured),  
7.250% due 1/1/2019

Aaa AAA

1,426,562  
</TABLE>

SEE NOTES TO FINANCIAL STATEMENTS.

11

Smith Barney Shearson  
NEW YORK MUNICIPALS FUND INC.

<TABLE>

PORTFOLIO OF INVESTMENTS (CONTINUED)

DECEMBER 31, 1993

<CAPTION>

MARKET	VALUE	FACE VALUE (NOTE 1)	RATINGS	
			MOODY'S	S&P
			(unaudited)	

MUNICIPAL BONDS AND NOTES (CONTINUED)

NEW YORK (CONTINUED)

Monroe County, New York, Industrial  
Development Agency, Revenue Bonds:

\$2,700,000	Civic Facility, (Al Sigl Center), Series A, 8.000% due 12/15/2003	NR	A-
\$ 3,007,125 990,000	Civic Facility, (Genesee Hospital), Series A, 6.500% due 11/1/1999	A	NR
1,056,825 3,405,000	Nassau County, New York, Combined Sewer Districts, General Obligation Bonds, Refunding Bonds, (MBIA insured), Series G, 5.400% due 1/15/2010	Aaa	AAA
3,532,687	New York City, New York, General Obligation Bonds:		
3,000,000	Series A, 6.250% due 8/1/2018	Baa1	A-
3,123,750	Series C: 7.750% due 9/1/2006	Baa1	A-
1,000,000 1,123,750	6.500% due 8/1/2007	Baa1	A-
4,000,000 4,255,000			

1,500,000	Series D: (MBIA insured), 8.000% due 8/1/2004	Aaa	AAA
1,704,375			
2,250,000	6.000% due 8/1/2009	Baa1	A-
2,309,062			
900,000	Series E, 6.000% due 5/15/2021	Baa1	A-
915,750			
5,500,000	Series H, 7.000% due 2/1/2021	Baa1	A-
6,070,625			
3,150,000	Series I: (AMBAC insured): 7.250% due 8/15/2014	Aaa	AAA
3,969,000			
1,850,000	7.250% due 8/15/2014	Aaa	AAA
2,109,000			
945,000	7.250% due 8/15/2015	AAA	AAA
1,100,925			
555,000	7.250% due 8/15/2015	Aaa	AAA
632,700			
5,115,000	New York City, New York, Health Corporation, Series A, 6.300% due 2/15/2020	Baa	BBB
5,389,931			
	New York City, New York, Housing Development Corporation, Multifamily Housing, Pass-Through Certificates, 5.500% due 11/1/2020	A1	AA
5,900,000			
5,855,750			

SEE NOTES TO FINANCIAL STATEMENTS.

12

Smith Barney Shearson  
NEW YORK MUNICIPALS FUND INC.

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PORTFOLIO OF INVESTMENTS (CONTINUED)

DECEMBER 31, 1993

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MUNICIPAL BONDS AND NOTES (CONTINUED)

NEW YORK (CONTINUED)

New York City, New York, Housing  
Development Corporation, Multifamily  
Housing, Pass-Through Certificates  
(continued):

\$1,679,472	(Cadman Project), 6.500% due 11/15/2018	NR	NR
\$ 1,706,763 1,064,405	(Heywood Project), 6.500% due 8/15/2017	NR	NR
1,075,049 1,342,193	(Kelly Project), 6.500% due 2/15/2018	NR	NR
1,364,004 1,728,125	(Riverbend Project), 6.500% due 11/15/2018	NR	NR
1,777,808	Series A: (AMBAC insured), 6.500% due 12/20/2001	Aaa	AAA
2,425,035 2,503,848	6.600% due 4/1/2030	NR	AAA
4,000,000 4,380,000	Series 1991 A, 7.350% due 6/1/2019	NR	AAA
5,000,000 5,393,750	5.850% due 5/1/2026	AA	AA
7,650,000 7,764,750	New York City, New York, Industrial Development Agency: Civil Facility Revenue, International Center, (Integrated Student Dormitory Project), 9.000% due 3/1/2009+++	NR	NR
1,965,000	Civil Facility Refunding Bond, (The Lighthouse Inc. Project), 6.500% due 7/1/2022	AA2	AA
393,000 2,250,000	New York City, New York, Inverse Floaters, Series B, (FSA insured), 8.441% due 10/1/2007	Aaa	AAA
2,438,438 3,000,000	New York City, New York, Municipal Water Finance Authority, Water & Sewer System Revenue: Series A: (FSA Insured), 7.000% due 6/15/2015	Aaa	AAA
3,270,000 3,695,100	(MBIA Insured), 7.250% due 6/15/2015	Aaa	AAA
3,650,000 4,316,125			

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SEE NOTES TO FINANCIAL STATEMENTS.

Smith Barney Shearson  
NEW YORK MUNICIPALS FUND INC.

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MUNICIPAL BONDS AND NOTES (CONTINUED)

NEW YORK (CONTINUED)			
\$5,000,000	New York City, New York, (Short/Rite), 6.600% due 8/1/2009	Baa1	A-
\$ 5,718,750			
2,810,000	New York City, New York, Transportation Authority Project, Transportation Facilities Revenue, (Livingston Plaza Project), (FSA insured), 7.500% due 1/1/2020	Aaa	AAA
3,347,412			
	New York State Dormitory Authority, Revenue Bonds:		
	(City University), Series A:		
2,500,000	7.500% due 7/1/2006	Baa1	BBB
2,784,375			
1,040,000	7.625% due 7/1/2013	Baa1	BBB
1,162,200			
	(City University), Series C:		
3,000,000	7.625% due 7/1/2014	Baa1	BBB
3,352,500			
2,000,000	8.200% due 7/1/2014	Baa1	BBB
2,390,000			
140,000	(City University), Series R, 10.875% due 7/1/2014	NR	BBB
148,750			
2,200,000	(City University), Series T, 10.250% due 7/1/2012	BAA1	BBB
2,447,500			
1,250,000	(City University), Series U, 6.250% due 7/1/2002	BAA1	BBB
1,353,125			
3,000,000	(Cooper Union), (FSA insured), 7.200% due 7/1/2020	Aaa	AAA

3,472,500			
1,000,000	(Cornell University), Series A, 7.375% due 7/1/2030	Aa	AA
1,170,000			
250,000	(Court Facilities Lease), Revenue, 5.625% due 5/15/2013	Baa1	BBB+
249,687			
1,230,000	(Crouse Community Center), (FHA insured), 7.500% due 8/1/2029	NR	AAA
1,409,888			
1,600,000	(Crouse Irving Memorial Hospital), 10.500% due 7/1/2017	NR	A+
1,682,000			
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SEE NOTES TO FINANCIAL STATEMENTS.

Smith Barney Shearson  
NEW YORK MUNICIPALS FUND INC.

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PORTFOLIO OF INVESTMENTS (CONTINUED)

DECEMBER 31, 1993

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MUNICIPAL BONDS AND NOTES (CONTINUED)

NEW YORK (CONTINUED)

New York State Dormitory Authority, Revenue  
Bonds (continued):

\$2,000,000	(Culinary Institute of America), 6.000% due 7/1/2022	NR	AAA
\$ 2,120,000			
5,000,000	Department of Education, State of New York Issue, 7.750% due 7/1/2021	BAA1	BBB+
5,918,750			
200,000	Department of Health, 7.250% due 7/1/2002	Baa1	BBB
226,500			
685,000	Genessee Valley, (FHA Insured), Series B: 6.850% due 8/1/2016	NR	AA

756,925			
1,000,000	6.900% due 8/1/2032	NR	AA
1,128,750			
1,280,000	Group 1 Optional - Supplemental Higher Education, 7.250% due 10/1/2003	NR	AAA
1,523,200			
2,450,000	(Iroquois Nursing), (FHA Insured), 7.050% due 2/1/2031	NR	AA-
2,740,938			
2,700,000	(Manhattan College), 6.500% due 7/1/2019	NR	AA
2,909,250			
490,000	(Manhattan Eye, Ear & Throat Hospital), 11.500% due 7/1/2009	Baa	BBB
504,088			
1,375,000	(Heritage House Nursing Center), (FHA Insured), 7.000% due 8/1/2031	NR	AAA
1,546,875			
1,500,000	(New Hope Community), 5.700% due 7/1/2017	Aa	NR
1,530,000			
	(New York Medical College) (Cornell University), Series A: 7.375% due 7/1/2020	Aa	AA
2,000,000			
2,340,000	220,000 6.700% due 7/1/2001	NR	AA
243,925			
2,000,000	(Long Island Medical Center), 7.750% due 8/15/2027	Aa	AAA
2,245,000			
1,125,000	(University of Rochester), 5.625% due 7/1/2012	A1	A+
1,165,781			
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SEE NOTES TO FINANCIAL STATEMENTS.

Smith Barney Shearson  
NEW YORK MUNICIPALS FUND INC.

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PORTFOLIO OF INVESTMENTS (CONTINUED)

DECEMBER 31, 1993

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 MUNICIPAL BONDS AND NOTES (CONTINUED)

NEW YORK (CONTINUED)

New York State Dormitory Authority, Revenue Bonds (continued):

\$11,940,000	(University Educational Facilities): 5.875% due 5/15/2017	Baa1	BBB+
\$12,432,525			
3,500,000	5.900% due 8/1/2020	NR	AA
3,653,125			
	(Wartburg Home Project), (FHA insured),		
3,150,000	5.800% due 2/1/2028	NR	AA
3,228,750			
4,800,000	5.875% due 2/1/2033, (FHA insured)	NR	AAA
4,968,000			
1,000,000	(Society of New York Hospital), 9.750% due 7/1/2015	Baa1	BBB+
1,046,250			
2,450,000	(St. Vincent's Hospital and Medical Center), (FHA insured), 7.400% due 8/1/2030	Aa	AAA
2,789,937			
1,500,000	(State University Educational Facility), Series A, 6.625% due 5/15/1999	Baa1	BBB
1,638,750			
1,330,000	(Thomas S. Clarkson Men's College), 9.200% due 7/1/2009	A1	A
1,394,838			
2,500,000	(Upstate Community College), 5.750% due 7/1/2022	NR	AAA
2,609,375			
	(Upstate Community College), Series A:		
2,000,000	7.250% due 7/1/2010	Baa1	BBB
2,267,500			
5,850,000	7.750% due 7/1/2018	Baa1	BBB
6,610,500			
2,750,000	8.000% due 7/1/2019	Baa1	BBB
3,190,000			
285,000	(Upstate Community College), Series B, 7.100% due 7/1/2001	Baa1	BBB
324,188			
3,150,000	Revenue Bonds, 5.500% due 7/1/2020	Baa1	BBB
3,051,562			
7,000,000	Revenue Bonds, Series B, 6.000% due 7/1/2014	Baa1	BBB
7,385,000			
	New York State Energy, Research & Development Authority:		
11,000,000	5.250% due 8/15/2020	AA2	AA-
10,862,500			

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SEE NOTES TO FINANCIAL STATEMENTS.

Smith Barney Shearson  
NEW YORK MUNICIPALS FUND INC.

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PORTFOLIO OF INVESTMENTS (CONTINUED)

DECEMBER 31, 1993

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MUNICIPAL BONDS AND NOTES (CONTINUED)

NEW YORK (CONTINUED)			
	New York State Energy, Research & Development Authority (continued):		
\$3,000,000	5.950% due 12/1/2027	Baa1	BBB+
\$ 3,063,750			
	(MBIA insured),		
6,000,000	5.700% due 12/1/2028	Aaa	AAA
6,105,000			
	New York State Energy, Research & Development Authority, Electric Facilities Revenue Bonds:		
	(Long Island Lighting Company Project):		
1,000,000	Series D,		
	6.900% due 8/1/2022	Baa3	BB+
1,083,750			
4,900,000	Series A,		
	7.150% due 12/1/2020	Baa3	BB+
5,365,500			
2,250,000	(Consolidated Edison Company),		
	Series A,		
	7.125% due 3/15/2022	Aa2	AA-
2,477,812			
	New York State Energy, Research & Development Authority, Electric & Gas Corporation, Gas Facilities Revenue Bonds:		
	(Brooklyn Union Gas Company):		
1,500,000	11.212% due 7/1/2026	A1	A
1,931,250			



5,000,000	Series 1, 7.125% due 12/1/2020	A1	A
5,475,000			
1,500,000	(Corning National Gas Corporation), Series A, 8.250% due 12/1/2018	BAA2	NR
1,764,375			
1,000,000	Pollution Control Revenue Bonds: (Central Hudson Gas and Electric Company), 8.375% due 12/1/2028	A3	A-
1,192,500			
2,500,000	(New York State Electric and Gas Corporation), Series 1984A, 12.000% due 5/1/2014	A3	BBB
2,643,750			
3,500,000	(Niagara Mohawk Power Corporation Project), Series A, 11.250% due 7/1/2014	Baa2	BBB
3,714,375			

SEE NOTES TO FINANCIAL STATEMENTS.

Smith Barney Shearson  
NEW YORK MUNICIPALS FUND INC.

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PORTFOLIO OF INVESTMENTS (CONTINUED)

DECEMBER 31, 1993

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MUNICIPAL BONDS AND NOTES (CONTINUED)

NEW YORK (CONTINUED)

New York State Energy, Research &  
Development Authority, Electric & Gas  
Corporation, Gas Facilities Revenue Bonds  
(continued):

\$5,500,000	(Orange & Rockland Utilities Project): 10.250% due 10/1/2014	A2	A+
\$ 5,885,000			

2,500,000	9.000% due 8/1/2015	A2	A+
2,746,875			
2,660,000	(Rochester Gas & Electric Company), Series C, (FSA insured)		
	8.375% due 12/1/2028	Aaa	AAA
3,142,125			
2,250,000	Series B,		
	12.000% due 5/1/2014	A3	BBB
2,379,375			
500,000	Series C,		
	12.300% due 7/1/2014	A3	BBB
536,875			
	New York State Environmental Facilities Corporation, Environmental Elements, Revenue Bonds:		
8,250,000	New York City Municipal, Series A,		
	7.250% due 6/15/2010	Aa	A
9,755,625			
	Pollution Control Revenue, State Water Revolving Fund, Series A:		
1,000,000	6.200% due 6/15/2001	Aa	A
1,118,750			
1,950,000	7.500% due 6/15/2012	Aa	A
2,308,312			
	Resource Recovery Revenue, Huntington Project, Series A,		
5,765,000	7.375% due 10/1/1999	Baa	NR
6,413,562			
	Resource Recovery Revenue, Series A, Huntington Project, Special Obligation:		
665,000	8.400% due 12/1/2006	NR	BBB+
724,850			
690,000	8.400% due 12/1/2007	NR	BBB+
752,100			
	Occidental Petroleum Corporation, Waste Disposal Revenue, Series A,		
2,000,000	5.700% due 9/1/2028	Baa2	BBB
2,002,500			

SEE NOTES TO FINANCIAL STATEMENTS.

Smith Barney Shearson  
NEW YORK MUNICIPALS FUND INC.

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PORTFOLIO OF INVESTMENTS (CONTINUED)

DECEMBER 31, 1993

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MUNICIPAL BONDS AND NOTES (CONTINUED)

NEW YORK (CONTINUED)

New York State Housing Finance Agency,  
Multifamily Units, Housing Bonds, Second  
Mortgage,

\$5,500,000	6.125% due 3/15/2020	Baa1	BBB
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\$ 5,685,625			
1,500,000	Series C, 6.500% due 8/15/2024	Aa	AAA

1,601,250			
	Series D:		
5,555,000	5.625% due 9/15/2013	Baa1	BBB

5,534,169			
1,250,000	6.250% due 8/15/2023	Aa	NR

1,362,500			
2,905,000	Series 1985A, 10.000% (FHA insured), due 11/15/2025	AA	AA-

3,061,144			
1,355,000	Risley Dent Towers, Section 8, 10.125% due 5/1/2021	Aa	NR

1,390,569			
4,230,000	New York State Highway Authority, Emergency Highway Construction and Reconstruction, Series A, (FSA insured), 6.600% due 3/1/2001	Aaa	AAA

4,774,612			
	New York State Local Government Assistance Corporation:		
3,285,000	6.000% due 4/1/2014	A	A

3,572,438			
1,000,000	Series A, 6.875% due 4/1/2019	A	A

1,128,750			
	Series B:		
2,450,000	6.000% due 4/1/2012	A	A

2,575,563			
13,000,000	6.250% due 4/1/2021	A	A

14,023,750			
	Series C,		
7,000,000	5.500% due 4/1/2017	A	A

7,192,500			
	Series E,		
5,250,000	5.250% due 4/1/2016	A	A

5,223,750			
	New York State Medical Care Facilities Finance Agency Revenue Bonds:		
	Series F,		
6,500,000	5.375% due 2/15/2014	Baa1	BBB+

6,313,125			
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SEE NOTES TO FINANCIAL STATEMENTS.

Smith Barney Shearson  
NEW YORK MUNICIPALS FUND INC.

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PORTFOLIO OF INVESTMENTS (CONTINUED)

DECEMBER 31, 1993

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MUNICIPAL BONDS AND NOTES (CONTINUED)

NEW YORK (CONTINUED)

New York State Medical Care Facilities  
Finance Agency Revenue Bonds (continued):  
(Central Suffolk Hospital Project):

\$2,500,000	6.125% due 11/1/2016	NR	BBB
\$ 2,543,750			
3,500,000	5.500% due 2/15/2022	NR	AAA
3,530,625			
	(FHA insured),		
10,370,000	5.400% due 8/15/2033	Aa	AA
10,110,750			
2,000,000	Long Term Healthcare, Series B, 6.450% due 11/1/2014	Aaa	AAA
2,202,500			
12,300,000	Series A, (FHA insured), 5.600% due 8/15/2013	Aa	AAA
12,515,250			
7,965,000	(Albany Medical), Series A, (FHA insured), 8.000% due 2/15/2028	AA	A
9,109,969			
1,245,000	(Arden Hill Nursing Home), Insured Mortgage, (FHA insured), 9.500% due 1/15/2024	NR	NR
1,271,456			
3,000,000	(Beth Israel Medical Center), Series A, (MBIA insured), 7.500% due 11/1/2010	Aaa	AAA
3,525,000			

	(Columbia Presbyterian), Series A, Insured Mortgage:		
7,500,000	8.000% due 2/15/2025	Aa	AA
8,475,000			
6,000,000	5.850% due 2/15/2033	Aa	NR
6,150,000			
	Hospital and Nursing Home, Series A: (FHA insured),		
635,000	5.950% due 8/15/2009	NR	AAA
668,338			
	(AMBAC insured):		
6,450,000	5.700% due 8/15/2014	Aaa	AAA
6,691,875			
150,000	6.400% due 11/1/2014	AAA	AAA
164,813			
250,000	6.100% due 2/15/2002	Aa	AA
275,000			
1,700,000	7.700% due 2/15/2022	NR	A
1,942,250			
	(Methodist Hospital), (FHA insured),		
5,300,000	6.700% due 8/15/2023	NR	AA
5,843,250			

SEE NOTES TO FINANCIAL STATEMENTS.

Smith Barney Shearson  
NEW YORK MUNICIPAL FUND INC.

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PORTFOLIO OF INVESTMENTS (CONTINUED)

DECEMBER 31, 1993

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MUNICIPAL BONDS AND NOTES (CONTINUED)

NEW YORK (CONTINUED)

New York State Medical Care Facilities

Finance Agency Revenue Bonds (continued):

Hospital and Nursing Home, Series A

(continued):

(FHA insured):

\$6,000,000	8.000% due 2/15/2027	NR	AA
\$ 6,817,500			
6,300,000	6.375% due 8/15/2029	NR	AAA
6,804,000			
4,100,000	7.450% due 8/15/2031	Aa	AA
4,694,500			
5,000,000	6.450% due 2/15/2032	Aa	AA
5,393,750			
2,500,000	6.650% due 8/15/2032	Aa	AA
2,737,500			
	Insured Mortgage Nursing Home, (FHA insured),		
3,000,000	6.375% due 8/15/2033	Aa	AA
3,198,750			
	(St. John's Riverside Project),		
370,000	10.125% due 1/15/2024	Aa	AA
377,863			
1,000,000	(King Hospital Project), Insured Mortgage, (FHA insured),		
	8.500% due 1/15/2022	NR	AAA
1,118,750			
850,000	(Lakeside Hospital and Nursing Home), (FHA insured),		
	8.750% due 2/15/2015	Aa	AA-
912,688			
	Mental Health Service Facilities, Series A:		
9,600,000	8.875% due 8/15/2007	Baa1	BBB+
11,340,000			
2,500,000	7.700% due 2/15/2018	Baa1	BBB+
2,843,750			
3,730,000	7.750% due 2/15/2020	Baa1	BBB+
4,284,838			
500,000	Nursing Home Insured Mortgage, Series B,		
	10.500% due 1/15/2024	Aa	AA
510,625			
	(St. Luke's Hospital), Series B, (FHA insured),		
3,550,000	7.450% due 2/15/2029	NR	AAA
4,211,188			
5,000,000	Secured Hospital Revenue Bonds, Series 91-A,		
	7.400% due 8/15/2021	Baa	BBB
5,718,750			
	New York State Mortgage Agency Revenue:		
195,000	10.875% due 10/1/2011	Aa	NR
201,338			
1,535,000	Series A,	Aa	NR
1,623,263			
	7.300% due 4/1/2017		

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SEE NOTES TO FINANCIAL STATEMENTS.

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PORTFOLIO OF INVESTMENTS (CONTINUED)

DECEMBER 31, 1993

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MUNICIPAL BONDS AND NOTES (CONTINUED)

NEW YORK (CONTINUED)

New York State Mortgage Agency Revenue  
 (continued):

\$1,800,000	Series GG, Homeowner Mortgage, 8.125% due 4/1/2020	Aa	NR
\$ 1,923,750			
	New York State Municipal Building Bank Agency: Special Revenue Program:		
1,000,000	Buffalo, Series A, 6.875% due 3/15/2006	NR	BBB+
1,130,000			
1,500,000	Rochester, Series A, 6.750% due 3/15/2011	NR	A+
1,655,625			
2,000,000	New York State Power Authority, Revenue & General Purpose Bonds, Series V, (MBIA insured), 7.875% due 1/1/2013	Aaa	AAA
2,305,000			
1,500,000	New York, 34th Street Partnership Inc., 5.500% due 1/1/2023	A1	NR
1,501,875			
	New York State Thruway Authority, Revenue: 5.250% due 4/1/2013	Baa1	BBB
3,150,000			
3,063,375	Series B, 5.000% due 1/1/2014	Aaa	AAA
3,250,000			
3,185,000			
2,900,000	New York State Urban Development Corporation 5.625% due 1/1/2007	Baa1	BBB
2,921,750			
	New York State, Urban Development Corporation, Correctional Capital		

Facilities, Revenue Bonds:			
1,100,000	5.500% due 1/1/2015	Baa1	BBB
1,076,625			
850,000	Series 1, (FSA insured), 7.500% due 1/1/2020	Aaa	AAA
1,010,438			
	(Newark - Wayne Community Hospital):		
2,970,000	Series A, 7.600% due 9/1/2015	NR	NR
3,040,537			
2,400,000	Series B, (FHA insured), 5.875% due 1/15/2032	NR	AAA
2,505,000			

SEE NOTES TO FINANCIAL STATEMENTS.

22

Smith Barney Shearson  
NEW YORK MUNICIPALS FUND INC.

<TABLE>

PORTFOLIO OF INVESTMENTS (CONTINUED)

DECEMBER 31, 1993

<CAPTION>

MARKET

RATINGS

(unaudited)

VALUE

FACE VALUE

MOODY'S

S&P

(NOTE 1)

<C>

<S>

<C>

<C>

<C>

MUNICIPAL BONDS AND NOTES (CONTINUED)

NEW YORK (CONTINUED)

\$3,500,000	Niagara Falls, New York, Bridge Commission Toll Revenue, Series B, 5.250% due 10/1/2023	Aaa	AAA
\$ 3,478,125			
2,250,000	Oneida, New York, Health Care Corporation, Mortgage Revenue Bonds, (FHA Insured), (Oneida Healthcare), Series A, 7.200% due 8/1/2031	NR	A
2,497,500			
2,200,000	Oneida-Herkimer, New York, Solid Waste Management Authority, Solid Waste System Revenue Bonds, 6.750% due 4/1/2014	Baa	BBB
2,378,750			
550,000	Onondaga County, New York, General		



603,625	Obligation Bonds, 5.850% due 2/15/2002	Aa	AA
500,000	Oswego County, New York, General Obligation Bonds, 6.600% due 6/15/2000	A	A
550,625	Port Authority of New York & New Jersey, Construction Revenue Bonds: (Delta Airlines):		
2,650,000	51st Series, 11.000% due 6/1/2019	A1	AA-
2,809,000	53rd Series, 8.700% due 7/15/2020	A1	AA-
3,285,000	58th Series, 7.500% due 6/15/2017	A1	AA-
8,352,175	61st Series, 8.125% due 8/15/2023	A1	AA-
2,000,000	87th Series, 5.250% due 7/15/2021	A1	AA-
2,165,000	89th Series, 5.125% due 10/1/2021	A1	AA-
1,500,000			
1,486,875			
4,490,000			
4,400,200			

SEE NOTES TO FINANCIAL STATEMENTS.

Smith Barney Shearson  
NEW YORK MUNICIPALS FUND INC.

-----  
<TABLE>

PORTFOLIO OF INVESTMENTS (CONTINUED)

DECEMBER 31, 1993

<CAPTION>

MARKET		RATINGS	
VALUE		(unaudited)	
FACE VALUE		MOODY'S	S&P
(NOTE 1)			
<C>	<S>	<C>	<C>
<C>			

-----  
MUNICIPAL BONDS AND NOTES (CONTINUED)  
NEW YORK (CONTINUED)

Port Authority of New York & New Jersey,  
Construction Revenue Bonds (continued):

\$8,000,000	Series IR, 6.950% due 6/1/2008	BA1	BB
\$ 8,700,000			
750,000	Schenectady, New York, Industrial Development Agency, Industrial Development Revenue, (Broadway Center Project), 7.375% due 9/1/2009	AAA	AAA
860,625			
	State of New York, Certificates of Participation: City University of New York, (John Jay College), 7.250% due 8/15/2007	Baa1	BBB
6,000,000			
6,502,500	(Hanson Redevelopment Project), 8.375% due 5/1/2008	NR	BBB
915,000			
1,101,431	State of New York, General Obligation Bonds: 6.200% due 11/1/1999	A	A-
750,000			
827,813	7.000% due 11/15/2002	A	A-
6,485,000			
7,603,663	12.000% due 11/15/2003	A	A-
1,000,000			
1,563,750	9.875% due 11/15/2005	A	A-
2,750,000			
3,935,938	Suffolk County, New York, Refunding, Series F, 5.400% due 7/15/2014	Aaa	AAA
1,000,000			
1,022,500			
2,710,000	Suffolk County, New York, Water Authority, Waterworks Revenue Bond, Series C, (AMBAC insured), 6.000% due 6/1/2017	Aaa	AAA
2,892,925			
	Syracuse, New York, General Obligation Bonds: 6.700% due 2/15/2008	NR	NR
1,800,000			
2,088,000	Industrial Development Agency, (James Square Association), (FHA insured), 7.000% due 8/1/2025	NR	AAA
500,000			
542,500			

SEE NOTES TO FINANCIAL STATEMENTS.

--  
<TABLE>

PORTFOLIO OF INVESTMENTS (CONTINUED)

DECEMBER 31, 1993

<CAPTION>

MARKET		RATINGS	
		(unaudited)	
VALUE	FACE VALUE	MOODY'S	S&P
(NOTE 1)			
<C>	<S>	<C>	<C>
<C>			

MUNICIPAL BONDS AND NOTES (CONTINUED)

NEW YORK (CONTINUED)

Triborough Bridge & Tunnel Authority, New York, Revenue Bonds:

General Purpose Revenue:

\$ 250,000	Series R, 7.375% due 1/1/2016	Aaa	AAA
------------	----------------------------------	-----	-----

\$ 294,688 3,470,000	Series X, 6.000% due 1/1/2014	Aa	A+
-------------------------	----------------------------------	----	----

3,647,838 3,000,000	Series Z, 6.000% due 1/1/2018	Aa	A+
------------------------	----------------------------------	----	----

3,183,750 4,325,000	Special Obligation, (AMBAC insured), 6.250% due 1/1/2012	Aaa	AAA
------------------------	---	-----	-----

4,692,625  1,490,000	United Nations Development Corporation, New York, Revenue Bonds, Senior Lien, Series A: 6.000% due 7/1/2007	A	NR
----------------------------	--	---	----

1,575,675 1,170,000	6.000% due 7/1/2012	A	NR
------------------------	---------------------	---	----

1,227,037 3,300,000	6.000% due 7/1/2026	A	NR
------------------------	---------------------	---	----

3,448,500 730,000	Valley Health Development Corporation, New York, Revenue Bonds, (FHA Insured), Mortgage Loan, 11.300% due 2/1/2023	NR	A
----------------------	---	----	---

881,475 2,500,000	Warren & Washington Counties, New York, Industrial Development Agency, Resource Recovery, Revenue Bonds, Series A, 7.900% due 12/15/2007	B1	NR
----------------------	---	----	----

2,312,500  2,310,000	Westchester County, New York, Industrial Development Authority, Resource Recovery Revenue Bonds: SCM Corporation, (HRCC Projects), 11.750% due 5/24/2004	NR	NR
----------------------------	--	----	----

2,304,225			
-----------	--	--	--

1,045,000	(Westchester Resco Company Project),		
	10.500% due 1/1/2000	A	A
1,076,350			

SEE NOTES TO FINANCIAL STATEMENTS.

Smith Barney Shearson  
NEW YORK MUNICIPALS FUND INC.

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<TABLE>

PORTFOLIO OF INVESTMENTS (CONTINUED)		DECEMBER 31, 1993	
<CAPTION>		RATINGS	
MARKET		(unaudited)	
VALUE		MOODY'S	S&P
FACE VALUE			
(NOTE 1)			
<C>	<S>	<C>	<C>
<C>			

-----  
-----

MUNICIPAL BONDS AND NOTES (CONTINUED)			
NEW YORK (CONTINUED)			
\$ 285,000	White Plains, New York, Battle Hill Housing Development Corporation, Housing Revenue Bonds, Section 8, (FHA Insured), 9.875% due 4/1/2025	NR	A
\$ 308,869	Yonkers, New York, General Obligation Bonds:		
500,000	Series A, 6.000% due 2/15/2001	Aaa	AAA
550,625	Yonkers, New York, Refunding, Series C, (FGIC insured), 5.500% due 9/1/2009	Aaa	AAA
2,000,000			
2,075,000	PUERTO RICO - 2.9 %		
1,495,000	Commonwealth of Puerto Rico, Aqueduct and Sewer Authority Revenue Bonds, 10.250% due 7/1/2009	Aaa	AAA
2,220,075			
1,350,000	Commonwealth of Puerto Rico, General Obligation Bonds, 8.000% due 7/1/2008	Baa1	A
1,582,875	Commonwealth of Puerto Rico, Housing, Bank		

1,075,000	& Finance Agency: Series H, Special Obligation, (FSA insured), 5.950% due 10/1/2001	Aaa	AAA
1,124,719			
475,000	Single Family Mortgage, Subsidiary Prepayment, 7.250% due 12/1/2006	Baa	BBB
508,250			
6,470,000	Commonwealth of Puerto Rico, Urban Renewal and Housing Corporation Revenue Bonds, 7.875% due 10/1/2004	Baa	BBB
7,577,988			
	Puerto Rico Electric Power Authority, Refunding Bonds: Series L, 8.375% due 7/1/2007	Baa1	A-
2,500,000			
2,878,125			
250,000	Series M, 8.000% due 7/1/2008	Baa1	A-
291,563			

SEE NOTES TO FINANCIAL STATEMENTS.

Smith Barney Shearson  
NEW YORK MUNICIPAL FUND INC.

<TABLE>

PORTFOLIO OF INVESTMENTS (CONTINUED)

DECEMBER 31, 1993

<CAPTION>

MARKET

RATINGS

(unaudited)

VALUE			
FACE VALUE		MOODY'S	S&P
(NOTE 1)			
<C>	<S>	<C>	<C>
<C>			

MUNICIPAL BONDS AND NOTES (CONTINUED)

PUERTO RICO (CONTINUED)

\$ 470,000	Puerto Rico, Government Development Bank, General Obligation Bonds, 10.000% due 8/15/2013	Aaa	NR
\$ 492,325	Puerto Rico, Industrial, Medical & Environmental Pollution Facilities Finance Authority, Revenue Bonds, Special		

2,085,000	Facilities, (FHA Insured): (American Airlines), Series A, 8.750% due 12/1/2025	A2	BBB
2,285,681			
535,000	(St. Luke's Hospital Project), Series A, 6.100% due 6/1/2001	NR	A-
555,062			
205,000	(San Pablo Hospital), 10.125% due 8/1/2023	Aa	NR
224,475			
860,000	Puerto Rico Municipal Finance Agency, Series A, 8.250% due 7/1/2008	Baa	A-
1,001,900			
750,000	GUAM - 0.2 % Guam Government Limited Obligation Highway Bonds, Series A, (FGIC insured), 5.900% due 5/1/2002	AAA	AAA
825,000			
500,000	Guam Power Authority Revenue, Series A, 6.300% due 10/1/2022	NR	BBB
528,125			
500,000	VIRGIN ISLANDS - 0.1 % Virgin Islands Public Finance Authority Revenue, Matching Fund Loan Note, Series B, 7.250% due 10/1/2007	AAA	AAA
593,750			

-----  
-----  
TOTAL MUNICIPAL BONDS AND NOTES  
(Cost \$655,530,961)

710,754,893

-----	
TOTAL INVESTMENTS (Cost \$655,530,961*)	99.8%
710,754,893	
OTHER ASSETS AND LIABILITIES (NET)	0.2
1,536,782	
-----	

NET ASSETS	100.0%
\$712,291,675	
-----	
-----	

<FN>

\* Aggregate cost for Federal tax purposes.  
+++ Security valued in good faith by Board of Directors.  
</TABLE>

SEE NOTES TO FINANCIAL STATEMENTS.

<TABLE>

STATEMENT OF ASSETS AND LIABILITIES

DECEMBER 31, 1993

<S>

<C>

<C>

ASSETS:

Investments, at value (Cost \$655,530,961) (Note 1)  
See accompanying schedule  
\$710,754,893  
Cash  
10,374  
Interest receivable  
14,619,218  
Receivable for Fund shares sold  
4,325,660

TOTAL ASSETS

729,710,145

LIABILITIES:

Payable for investment securities purchased \$12,706,345  
Dividends payable 3,298,060  
Notes payable (Note 8) 500,151  
Payable for Fund shares redeemed 287,128  
Investment advisory fee payable (Note 2) 204,293  
Administration fee payable (Note 2) 116,242  
Service fees payable (Note 2) 89,791  
Distribution fee payable (Note 3) 56,181  
Custodian fees payable (Note 2) 37,000  
Transfer agent fees payable (Note 2 and 4) 18,200  
Accrued expenses and other payables 105,079

TOTAL LIABILITIES

17,418,470

NET ASSETS

\$712,291,675

NET ASSETS CONSIST OF:

Accumulated net realized gain on investments sold \$  
3,941,996  
Unrealized appreciation of investments  
55,223,932  
Par value  
402,932  
Paid-in capital in excess of par value  
652,722,815

TOTAL NET ASSETS

\$712,291,675

NET ASSET VALUE:

CLASS A SHARES:

NET ASSET VALUE redemption price per share  
(\$575,165,606 / 32,534,995 shares of beneficial interest  
outstanding)

\$17.68

Maximum offering price per share (\$17.68 / 0.955) (based on sales  
charge  
of 4.5% of the offering price on December 31, 1993)

\$18.51

CLASS B SHARES:

NET ASSET VALUE and offering price per share+  
(\$137,126,069 / 7,758,193 shares of beneficial interest  
outstanding)

\$17.68

<FN>

+ Redemption price per share is equal to Net Asset Value less any applicable  
contingent deferred sales charge.

</TABLE>

SEE NOTES TO FINANCIAL STATEMENTS.

28

Smith Barney Shearson  
NEW YORK MUNICIPALS FUND INC.

<TABLE>

STATEMENT OF OPERATIONS  
FOR THE YEAR ENDED DECEMBER 31, 1993

<S> <C>

<C>

<C>

INVESTMENT INCOME:

Interest

\$42,663,005

EXPENSES:

Investment advisory fee (Note 2) \$2,218,952

Sub-investment advisory and/or administration fee  
(Note 2) 1,263,785

Service fees (Note 2) 971,054

Distribution fee (Note 3) 409,790



Transfer agent fees (Notes 2 and 4)	194,696
Custodian fees (Note 2)	113,965
Legal and audit fees	63,042
Directors' fees and expenses (Note 2)	41,687
Other	203,301
-----	
-----	
TOTAL EXPENSES	
5,480,272	
-----	
-----	
NET INVESTMENT INCOME	
37,182,733	
-----	
-----	
REALIZED AND UNREALIZED GAIN ON INVESTMENTS (NOTES 1 AND 5):	
Net realized gain on investments sold during the year	
11,090,806	
Net unrealized appreciation of investments during the year	
16,938,786	
-----	
-----	
NET REALIZED AND UNREALIZED GAIN ON INVESTMENTS	
28,029,592	
-----	
-----	
NET INCREASE IN NET ASSETS RESULTING FROM OPERATIONS	
\$65,212,325	
-----	
-----	

</TABLE>

SEE NOTES TO FINANCIAL STATEMENTS.

Smith Barney Shearson  
NEW YORK MUNICIPALS FUND INC.

<TABLE>

STATEMENT OF CHANGES IN NET ASSETS

<CAPTION>

YEAR ENDED	YEAR ENDED
12/31/92	12/31/93
<S>	<C>
	<C>

Net investment income	\$ 37,182,733	\$
32,938,733		
Net realized gain on investments sold during the year	11,090,806	
5,802,149		
Net unrealized appreciation of investments during the year	16,938,786	
6,297,007		
-----		
-----		
Net increase in net assets resulting from operations	65,212,325	
45,037,889		
Distributions to shareholders from net investment income:		
Class A	(33,113,806)	
(33,210,090)		
Class B	(4,116,599)	
(58,333)		
Distributions from capital (Note 1):		
Class A	--	
(176,320)		
Class B	--	
(311)		
Distribution to shareholders from net realized gain on investments:		
Class A	(7,531,725)	
(1,077,979)		
Class B	(1,641,245)	
(28,612)		
Net increase in net assets from (Note 6):		
Class A share transactions	21,895,581	
55,963,955		
Class B share transactions	117,947,400	
18,050,088		
-----		
-----		
Net increase in net assets	158,651,931	
84,500,287		
NET ASSETS:		
Beginning of year	553,639,744	
469,139,457		
-----		
-----		
End of year (including undistributed net investment income of \$47,672, at December 31, 1992)	\$712,291,675	
\$553,639,744		
-----		
-----		

</TABLE>

SEE NOTES TO FINANCIAL STATEMENTS.

FINANCIAL HIGHLIGHTS

FOR A CLASS A SHARE OUTSTANDING THROUGHOUT EACH YEAR:

<TABLE>

<CAPTION>

	YEAR ENDED DECEMBER 31,			
	1993#	1992	1991	1990
<S>	<C>	<C>	<C>	<C>
Net asset value, beginning of year	\$17.12	\$16.77	\$15.94	\$16.26
Income from investment operations:				
Net investment income	1.02	1.12	1.15	1.16
Net realized and unrealized gain/(loss) on investments (0.32)	0.80	0.39	0.84	
Total from investment operations	1.82	1.51	1.99	0.84
Less distributions:				
Dividends from net investment income (1.16)	(1.03)	(1.12)	(1.16)	
Distributions from net capital gains	(0.23)	(0.03)	--	--
Distributions from capital (Note 1)	--	(0.01)	--	--
Total Distributions: (1.16)	(1.26)	(1.16)	(1.16)	
Net asset value, end of year	\$17.68	\$17.12	\$16.77	\$15.94
Total return++ 5.41%	10.93%	9.36%	12.98%	
Ratios to average net assets/Supplemental Data:				
Net assets, end of year (in 000's) \$428,304	\$575,166	\$535,514	\$469,139	
Ratio of operating expenses to average net assets 0.64%	0.78%	0.67%	0.64%	
Ratio of net investment income to average net assets 7.31%	5.83%	6.56%	7.04%	
Portfolio turnover rate 18%	20%	30%	31%	

<FN>

\* The Fund commenced operations on January 23, 1984. Any shares outstanding prior to November 6, 1992 were designated as Class A shares.

\*\* Annualized.

+ Annualized expense ratio before waiver of fees by investment adviser and sub-investment adviser and administrator was 0.82%.

++ Total return represents aggregate total return for the periods indicated and

does not reflect any applicable sales charges.

# Per share amounts have been calculated using the monthly average share

method, which more appropriately presents the per share data for this year since use of the undistributed method did not accord with results of operations.

</TABLE>

SEE NOTES TO FINANCIAL STATEMENTS.

Smith Barney Shearson  
NEW YORK MUNICIPALS FUND INC.

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FINANCIAL HIGHLIGHTS

FOR A CLASS A SHARE OUTSTANDING THROUGHOUT EACH YEAR:

<TABLE>  
<CAPTION>

PERIOD ENDED DECEMBER 31,	YEAR ENDED DECEMBER 31,				
	1989	1988	1987	1986	1985
1984*	<C>	<C>	<C>	<C>	<C>
Net asset value, beginning of year \$14.25	\$15.97	\$15.37	\$16.71	\$15.48	\$13.90
-----					
Income from investment operations:					
Net investment income 1.16+++	1.16	1.15	1.14	1.20	1.24
Net realized and unrealized gain/(loss) on investments (0.35)	0.26	0.61	(1.33)	1.52	1.58
-----					
Total from investment operations 0.81	1.42	1.76	(0.19)	2.72	2.82
-----					
Less distributions:					
Dividends from net investment income (1.16)	(1.13)	(1.16)	(1.14)	(1.20)	(1.24)
Distributions from net capital gains	--	--	(0.01)	(0.29)	--
-----					

Distributions from capital (Note 1)	--	--	--	--	--
Total Distributions: (1.16)	(1.13)	(1.16)	(1.15)	(1.49)	(1.24)
Net asset value, end of year \$13.90	\$16.26	\$15.97	\$15.37	\$16.71	\$15.48
Total return++ 6.90%	9.18%	11.82%	(1.09%)	18.13%	21.03%
Ratios to average net assets/ Supplemental Data:					
Net assets, end of year (000's) \$54,182	\$442,563	\$429,703	\$202,265	\$218,980	\$125,365
Ratio of operating expenses to average net assets 0.77%+**	0.66%	0.64%	0.68%	0.68%	0.81%
Ratio of net investment income to average net assets 8.94%**	7.17%	7.50%	7.22%	7.25%	8.20%
Portfolio turnover rate 45%	7%	27%	22%	11%	20%

<FN>

\* The Fund commenced operations on January 23, 1984. Any shares outstanding prior to November 6, 1992 were designated as Class A shares.

\*\* Annualized.

+ Annualized expense ratio before waiver of fees by investment adviser and sub-investment adviser and administrator was 0.82%.

++ Total return represents aggregate total return for the periods indicated and

does not reflect any applicable sales charges.

+++ Net investment income before waiver of fees by investment adviser and sub-investment adviser and administrator was \$1.15.

</TABLE>

SEE NOTES TO FINANCIAL STATEMENTS.

<TABLE>

FINANCIAL HIGHLIGHTS  
FOR A CLASS B SHARE OUTSTANDING THROUGHOUT EACH PERIOD:

<CAPTION>

PERIOD	YEAR	
ENDED	ENDED	
12/31/92*	12/31/93#	
<S>	<C>	<C>
Net asset value, beginning of period	\$ 17.12	\$
16.93		
-----		
Income from investment operations:		
Net investment income	0.94	
0.17		
Net realized and unrealized gain on investments	0.80	
0.20		
-----		
Total from investment operations		
	1.74	
0.37		
-----		
Less distributions:		
Dividends from net investment income	(0.95)	
(0.15)		
Distributions from capital (Note 1)	--	
--+		
Distributions from net capital gains	(0.23)	
(0.03)		
-----		
Total Distributions:		
	(1.18)	
(0.18)		
-----		
Net asset value, end of period	\$ 17.68	\$
17.12		
-----		
Total return++	10.33%	
2.23%		
-----		
Ratios to average net assets/Supplemental Data:		
Net assets, end of period (in 000's)	\$137,126	
\$18,125		
Ratio of net investment income to average net asset	5.31%	
5.94%**		
Ratio of operating expenses to average net assets	1.31%	
1.30%**		
Portfolio turnover rate	20%	
30%		

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-----  
\* The Fund's Class B shares commenced operations on November 6, 1992.  
\*\* Annualized.  
+ Amount represents less than \$0.01 per Class B share.  
++ Total return represents aggregate total return for the periods indicated  
and  
does not reflect any applicable sales charges.  
# Per share amounts have been calculated using the monthly average share  
method, which more appropriately presents the per share data for this year  
since use of the undistributed method did not accord with results of  
operations.

</TABLE>

SEE NOTES TO FINANCIAL STATEMENTS.

33

Smith Barney Shearson  
NEW YORK MUNICIPALS FUND INC.

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NOTES TO FINANCIAL STATEMENTS

1. SIGNIFICANT ACCOUNTING POLICIES

Smith Barney Shearson New York Municipals Fund Inc. (the "Fund") was incorporated under the laws of the State of Maryland on October 6, 1983. The Fund is a non-diversified, open-end management investment company registered with the Securities and Exchange Commission under the Investment Company Act of 1940, as amended (the "1940 Act"). As of November 6, 1992, the Fund offered two classes of shares to the general public: Class A shares and Class B shares. Class A shares are sold with a front-end sales charge. Class B shares may be subject to a contingent deferred sales charge ("CDSC"). Both classes of shares have identical rights and privileges except with respect to the effect of the respective sales charges, the distribution and/or service fees borne by each class, expenses allocable exclusively to each class, voting rights on matters affecting a single class, the exchange privilege of each class and the conversion feature of Class B shares. The following is a summary of significant accounting policies consistently followed by the Fund in the preparation of its financial statements.

Portfolio valuation: Securities are valued by The Boston Company Advisors, Inc. ("Boston Advisors") after consultation with an independent pricing service (the "Service") approved by the Fund's Board of Directors. When, in the judgment of the Service, quoted bid prices for securities are readily available and are representative of the bid side of the market, these investments are valued at

the mean between the quoted bid prices and asked prices (as obtained by the Service from dealers in such securities). Securities for which, in the judgment of the Service, there are no readily obtainable market quotations (which may constitute a majority of the Fund's portfolio securities) are carried at fair value as determined by the Service, based on methods which include consideration of: yields or prices of municipal securities of comparable quality, coupon, maturity and type; indications as to values from dealers; and general market conditions. Securities for which representative prices are not available from the Fund's pricing service are valued at fair value as determined in good faith by the Fund's Board of Directors. Short-term investments that mature in 60 days or less are valued at amortized cost.

Securities transactions and investment income: Securities transactions are recorded as of the trade date. Interest income is recorded on the accrual basis.

Realized gains and losses from securities sold are recorded on the identified cost basis. Investment income and realized and unrealized gains and losses are allocated based upon relative net assets of each class.

Smith Barney Shearson  
NEW YORK MUNICIPALS FUND INC.

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NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Dividends and distributions to shareholders: Dividends from net investment income are determined on a class level. It is the policy of the Fund to declare dividends from net investment income daily and to pay such dividends on the last business day of the Smith Barney Shearson Inc. ("Smith Barney Shearson") statement month. Distributions from net realized capital gains, on a Fund level, are declared and paid annually, after the end of the fiscal year in which earned. Additional dividends may be paid and additional distributions of capital gains may be made at the discretion of the Board of Directors to avoid the application of the 4% nondeductible excise tax on certain undistributed amounts of ordinary income and capital gains. Income distributions and capital gain distributions on a Fund level are determined in accordance with income tax regulations which may differ from generally accepted accounting principles. These differences are primarily due to differing treatments of income and gains on various investment securities held by the Fund, timing differences and differing characterization of distributions made by the Fund as a whole.

Federal income taxes: It is policy of the Fund to qualify as a regulated investment company, which distributes exempt-interest dividends, by complying



with the requirements of the Internal Revenue Code, applicable to regulated investment companies and by distributing substantially all of its earnings to its shareholders. Therefore, no Federal income tax provision is required.

Reclassifications: During the current year, the Fund adopted Statement of Position 93-2 "Determination, Disclosure, and Financial Statement Presentation of Income, Capital Gain, and Return of Capital Distributions by Investment Companies." Accordingly, certain reclassifications have been made to the components of capital in the Statement of Net Assets to conform with the accounting and reporting guidelines of this statement. Distributions in excess of book basis accumulated realized gains or undistributed net investment income that were the result of permanent book and tax accounting differences have been reclassified to paid-in capital. In addition, amounts distributed in excess of accumulated net investment income as determined for financial statement purposes which had previously been reported as distributions from paid-in capital have been reclassified to accumulated net investment income. Accordingly, amounts as of December 31, 1992 have been restated to reflect an increase in paid-in capital of \$12,532,081, an increase in undistributed net investment income of \$47,672 and a decrease in accumulated net realized gains of \$12,579,753. The Statement of Changes in Net Assets and Financial Highlights for the year ended December 31,

Smith Barney Shearson  
NEW YORK MUNICIPALS FUND INC.

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NOTES TO FINANCIAL STATEMENTS (CONTINUED)

1992 have not been restated to reflect this change in presentation. Net investment income, net realized gains and net assets were not affected by this change.

2. INVESTMENT ADVISORY FEE, ADMINISTRATION FEE AND OTHER RELATED PARTY TRANSACTIONS

Up to the close of business on July 30, 1993, the Fund had entered into an investment advisory agreement with Shearson Lehman Brothers Inc. ("Shearson Lehman Brothers") on behalf of Shearson Lehman Advisors, a member of the Asset Management Group of Shearson Lehman Brothers. Under the investment advisory agreement, the Fund paid a monthly fee based on the following annual rates:  
.35%  
of the value of the Fund's average daily net assets up to \$500 million and .32%  
of the value of its average daily net assets in excess of \$500 million.

As of the close of business on July 30, 1993, The Travelers Inc. (which at the time was known as Primerica Corporation ("Travelers") and Smith Barney, Harris Upham & Co. Incorporated SBS completed the acquisition of substantially all of the domestic retail brokerage and asset management businesses of Shearson Lehman

Brothers and SBS was renamed Smith Barney Shearson Inc. ("Smith Barney Shearson").

As of the close of business on July 30, 1993, Greenwich Street Advisors, a division of Mutual Management Corp., which is controlled by Smith Barney Shearson Holdings Inc. ("Holdings"), succeeded Shearson Lehman Advisors as the Fund's investment adviser. Holdings is a wholly owned subsidiary of Travelers. The new investment advisory agreement with Greenwich Street Advisors (the "Advisory Agreement") contains terms and conditions substantially similar to the investment advisory agreement with the predecessor investment adviser and provides for payment of fees at the same rates as were paid to such predecessor investment adviser.

The Fund has also entered into an administration agreement (the "Administration Agreement") dated May 21, 1993, with Boston Advisors, an indirect wholly owned subsidiary of Mellon Bank Corporation ("Mellon"). Under the Administration Agreement, the Fund pays a monthly fee based on the following annual rates: .20% of the value of the Fund's average daily net assets up to \$500 million and .18% of the value of its average daily net assets in excess of \$500 million. Prior to the close of business on May 21, 1993, Boston Advisors served as sub-investment adviser and administrator to the Fund.

Smith Barney Shearson  
NEW YORK MUNICIPALS FUND INC.

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NOTES TO FINANCIAL STATEMENTS (CONTINUED)

No officer, director or employee of Smith Barney Shearson or Boston Advisors or any parent or subsidiary of those corporations receives any compensation from the Fund for serving as a Director or officer of the Fund. The Fund pays each Director who is not an officer, director, or employee of Smith Barney Shearson or Boston Advisors or any of their affiliates \$2,000 per annum plus \$500 per meeting attended and reimburses each such Director for travel and out-of-pocket-expenses.

Smith Barney Shearson acts as the exclusive distributor of the Fund's shares. For the year ended December 31, 1993, Smith Barney Shearson received \$5,438,327 from investors representing commissions (sales charges) on sales of Class A shares.

A CDSC is generally payable by a shareholder in connection with the redemption of Class B shares within five years after the date of purchase. In

circumstances in which the CDSC is imposed, the amount of the charge ranges between 5% and 1% of net asset value depending on the number of years since the date of purchase.

For the year ended December 31, 1993, Smith Barney Shearson received \$82,635 from investors in CDSC's on the redemption of Class B shares.

Boston Safe Deposit and Trust Company, an indirect wholly owned subsidiary of Mellon, serves as the Fund's custodian. The Shareholder Services Group, Inc., a subsidiary of First Data Corporation, serves as the Fund's transfer agent.

### 3. DISTRIBUTION AGREEMENT

Smith Barney Shearson acts as distributor of the Fund's shares pursuant to a distribution agreement with the Fund, and sells shares of the Fund through Smith Barney Shearson or its affiliates.

Pursuant to Rule 12b-1 under the 1940 Act, as amended, the Fund has adopted a Services and Distribution Plan (the "Plan"). Under this Plan, the Fund compensates Smith Barney Shearson for servicing shareholder accounts for both Class A and Class B shareholders, and covers expenses incurred in distributing Class B shares. Smith Barney Shearson is paid an annual service fee with respect to Class A and Class B shares of the Fund at the rate of .15% of the value of the average daily net assets of each respective class of shares. Smith Barney Shearson is also paid an annual distribution fee with respect to Class B shares at the rate of .50% of the value of the average daily net assets attributable to those shares. During the year ended December 31, 1993, the Fund incurred \$848,117 in service fees for Class A shares. During the year ended December 31, 1993, the Fund

Smith Barney Shearson  
NEW YORK MUNICIPALS FUND INC.

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### NOTES TO FINANCIAL STATEMENTS (CONTINUED)

incurred \$122,937 and \$409,790 in services fees and distribution fees, respectively, for Class B shares.

### 4. EXPENSE ALLOCATION

Expenses of the Fund not directly attributable to the operations of any class of shares are prorated between the classes based upon the relative net assets of each class. Operating expenses directly attributable to a class of shares are charged to that class' operations. In addition to the above servicing and

distribution fees, class specific operating expenses include transfer agent fees of \$158,417 and \$36,279 for Class A and Class B shares, respectively.

5. PURCHASES AND SALES OF SECURITIES

Cost of purchases and proceeds from sales of investment securities, excluding short-term investments, during the year ended December 31, 1993, amounted to \$274,528,618 and \$127,137,360, respectively.

At December 31, 1993, the aggregate gross unrealized appreciation for all securities in which there was an excess of value over tax cost amounted to \$57,141,391, and the aggregate gross unrealized depreciation for all securities in which there was an excess of tax cost over value amounted to \$1,917,459.

6. COMMON STOCK

At December 31, 1993, 500 million shares of \$.01 par value common stock divided into two classes (Class A and Class B) were authorized. Changes in the common stock for the Fund were as follows:

<TABLE>  
<CAPTION>

ENDED	YEAR ENDED		YEAR
	DECEMBER 31, 1993		DECEMBER
31, 1992*	Shares	Amount	Shares
Class A shares:			
Amount	<C>	<C>	<C>
<S>			
<C>			
-----			
Sold	3,707,118	\$65,187,847	4,949,324
\$83,687,536			
Issued as reinvestment of dividends	1,542,419	27,192,839	1,344,457
22,726,053			
Redeemed	(3,991,942)	(70,485,105)	(2,984,319)
(50,449,634)			
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Net increase	1,257,595	\$21,895,581	3,309,462
\$55,963,955			
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</TABLE>

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<TABLE>

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

<CAPTION>

ENDED	YEAR ENDED		YEAR
	DECEMBER 31, 1993		DECEMBER
31, 1992*	Shares	Amount	Shares
Class B shares:			
Amount			
<S>	<C>	<C>	<C>
<C>			
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Sold	6,705,247	\$118,061,679	1,056,196
\$18,007,381			
Issued as reinvestment of dividends	232,704	4,113,260	4,018
68,743			
Redeemed	(238,451)	(4,227,539)	(1,521)
(26,036)			
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Net increase	6,699,500	\$117,947,400	1,058,693
\$18,050,088			
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<FN>

\* On November 6, 1992 the Fund commenced selling Class B shares. Any shares outstanding prior to November 6, 1992 were designated as Class A shares.

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7. CONCENTRATION OF CREDIT

The Fund primarily invests in debt obligations issued by the State of New York and its political subdivisions, agencies and public authorities to obtain funds for various public purposes. The Fund is more susceptible to factors adversely affecting issuers of New York municipal securities than is a municipal bond fund that is not concentrated in these issuers to the same extent.

8. LINE OF CREDIT

The Fund and several affiliated entities participate in a \$50 million line of credit provided by Continental Bank N.A. under an Amended and Restated Line of Credit Agreement (the "Agreement") dated April 30, 1992, primarily for temporary or emergency purposes, including the meeting of redemption requests that otherwise might require the untimely disposition of securities. The Fund may borrow up to the lesser of \$25 million or 10% of its net assets. Interest is

payable either at the bank's Money Market Rate or the London Interbank Offered Rate plus .375% on an annualized basis. The Fund and the other affiliated entities are charged an aggregate commitment fee of \$125,000 which is allocated equally among each of the participants. The Agreement requires, among other provisions, each participating fund to maintain a ratio of net assets (not including funds borrowed pursuant to the Agreement) to aggregate amount of indebtedness pursuant to the Agreement of no less than 5 to 1. During the year ended December 31, 1993, the Fund had an average outstanding daily balance of \$13,425 with interest rates ranging from 3.375% to 3.625%. Interest expense totalled \$470 for the year ended December 31, 1993, which is included in other expenses.

Smith Barney Shearson  
NEW YORK MUNICIPALS FUND INC.

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REPORT OF INDEPENDENT ACCOUNTANTS

TO THE DIRECTORS AND SHAREHOLDERS OF  
SMITH BARNEY SHEARSON NEW YORK MUNICIPALS FUND INC.:

We have audited the accompanying statement of assets and liabilities of Smith Barney Shearson New York Municipals Fund Inc., (the "Fund") including the schedule of portfolio investments, as of December 31, 1993, and the related statement of operations for the year then ended, the statement of changes in net assets for each of the two years in the period then ended, and the financial highlights for each of the nine years in the period then ended and for the period January 23, 1984 (Commencement of Operations) to December 31, 1984. These financial statements and the financial highlights are the responsibility of the Fund's management. Our responsibility is to express an opinion on these financial statements and financial highlights based on our audits.

We conducted our audits 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 financial highlights are free from 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 securities owned as of December 31, 1993 by correspondence with the custodian and brokers. 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 audits provide a reasonable basis for our opinion.

In our opinion, the financial statements and financial highlights

referred

to above present fairly, in all material respects, the financial position of Smith Barney Shearson New York Municipals Fund Inc., as of December 31, 1993, the results of its operations for the year then ended, the changes in its net assets for each of the two years in the period then ended, and the financial highlights for each of the nine years in the period then ended and for the period January 23, 1984 (Commencement of Operations) to December 31, 1984, in conformity with generally accepted accounting principles.

Coopers & Lybrand

Boston, Massachusetts

February 11, 1994

40

Smith Barney Shearson  
NEW YORK MUNICIPALS FUND INC.

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TAX INFORMATION (UNAUDITED)

FISCAL YEAR ENDED, DECEMBER 31, 1993

Of the dividends paid by the Fund attributable to net investment income for the year ended December 31, 1993, 100% is tax-exempt for regular Federal income taxes and New York State and City income taxes.

The amount of long-term capital gain paid for the fiscal year ended December 31, 1993 was \$8,180,751.

The above figures may differ from those cited elsewhere in this report due to differences in the calculation of income and gains for Securities and Exchange Commission (book) purposes and Internal Revenue Service (tax) purposes.

41

Smith Barney Shearson  
NEW YORK MUNICIPALS FUND INC.

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PARTICIPANTS

DISTRIBUTOR

Smith Barney Shearson Inc.  
388 Greenwich Street  
New York, New York 10013

INVESTMENT ADVISER

Greenwich Street Advisors  
Two World Trade Center  
New York, New York 10048

ADMINISTRATOR

The Boston Company Advisors, Inc.  
One Boston Place  
Boston, Massachusetts 02108

AUDITORS AND COUNSEL

Coopers & Lybrand  
One Post Office Square  
Boston, Massachusetts 02109

Willkie Farr & Gallagher  
153 East 53rd Street  
New York, New York 10022

TRANSFER AGENT

The Shareholder Services Group, Inc.  
Exchange Place  
Boston, Massachusetts 02109

CUSTODIAN

Boston Safe Deposit  
and Trust Company  
One Boston Place  
Boston, Massachusetts 02108

Smith Barney Shearson  
NEW YORK MUNICIPALS FUND INC.

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GLOSSARY OF COMMONLY USED MUTUAL FUND TERMS

**CAPITAL GAIN (OR LOSS)** This is the increase (or decrease) in the market value (price) of a security in your portfolio. If a stock or bond appreciates in price there is a capital gain; if it depreciates, there is a capital loss. A capital gain or loss is "realized" upon the sale of a security; if net capital gains exceed net capital losses, there may be a capital gain distribution to shareholders.

**CDSC (CONTINGENT DEFERRED SALES CHARGE)** One kind of back-end load, a CDSC is imposed if shares are redeemed during the first few years of ownership. The CDSC may be expressed as a percentage of either the original purchase price or the redemption proceeds. Most CDSCs



decline over time, and some will not be charged if shares are redeemed after a certain period of time.

**DISTRIBUTION RATE** This is the rate at which a mutual fund pays out (or distributes) interest, dividends and realized capital gains to shareholders. A fund's distribution rate is usually expressed as an annualized percent of the fund's offering price.

**DIVIDEND** This is income generated by securities in a portfolio and distributed after expenses to shareholders.

**FRONT-END SALES CHARGE** This is the sales charge applied to an investment at the time of initial purchase.

**NET ASSET VALUE (NAV)** Net Asset Value is the total market value of all securities held by a fund, minus any liabilities, divided by the number of shares outstanding. It is the value of a single share of a mutual fund on a given day. The total value of our investment would be the NAV multiplied by the number of shares you own.

**SEC YIELD** This standardized calculation of a mutual fund's yield is based on a formula developed by the Securities and Exchange Commission (SEC) to allow funds to be compared on an equal basis. It is an annualized yield based on the portfolio's potential earnings from dividends, interest and yield to maturity of its holdings, and it reflects the payments or all portfolio expenses for the most recent 30-day period. Mutual funds are required to use this figure when stating yield.

**TOTAL RETURN** Total return measures a fund's performance, taking into account the combination of dividends paid and the gain or loss in the value of the securities held in the portfolio. It may be expressed on an average annual basis or cumulative basis (total change over a given period). In addition, total return may be expressed with or without the effects of sales charges or the reinvestment of dividends and capital gains.

Whenever a fund reports any type of performance, it must also report the average annual total return according to the standardized calculation developed by the SEC. The SEC average annual total return calculation includes the effects of all fees and sales charges and assumes the reinvestment of all dividends and capital gains.

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INVESTOR BENEFITS

MONTHLY DISTRIBUTIONS

It's your fund's policy to distribute dividend income monthly.

AUTOMATIC REINVESTMENT

You may reinvest your dividends and/or capital gains automatically in additional shares of your fund at the current net asset value.

UNLIMITED EXCHANGES

If your investment goals change, you may exchange into another Smith Barney Shearson mutual fund with the same sales charge structure without incurring a sales charge.\*

SYSTEMATIC  
INVESTMENT PLAN

This program allows you to invest equal dollar amounts automatically on a regular basis, monthly or quarterly.

AUTOMATIC CASH  
WITHDRAWAL PLAN

With this plan, you may withdraw money on a regular basis while maintaining your investment.

MUTUAL FUND  
EVALUATION SERVICE

Through your Financial Consultant, you may obtain a free personalized analysis of how your fund has performed for you, taking into account the effect of every transaction. The analysis is based upon month-end data from CDA Investment Technologies, Inc., a widely recognized mutual fund information service. An evaluation also gives you other important facts and figures about your investment.

For more information about these benefits, or if you have any other questions, please call your Financial Consultant or write:

MUTUAL FUND POLICY GROUP  
SMITH BARNEY SHEARSON  
388 GREENWICH STREET 37TH FLOOR  
NEW YORK, NY 10013

\* After written notification, exchange privilege may be modified or terminated at any time.

