

SECURITIES AND EXCHANGE COMMISSION

FORM N-30D

Initial annual and semi-annual reports mailed to investment company shareholders pursuant to Rule 30e-1 (other than those required to be submitted as part of Form NCSR)

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UNITED FUNDS INC

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UNITED

FUNDS, INC.

United Bond Fund

United Income Fund

United Accumulative Fund

United Science and Technology Fund

ANNUAL
REPORT

For the fiscal year ended December 31, 1993

UNITED BOND FUND
MANAGER'S LETTER
DECEMBER 31, 1993

Dear Shareholder:

This report relates to the operation of the United Bond Fund for the fiscal year ended December 31, 1993. The following discussion, graphs and tables provide you with information regarding the Fund's performance during that period.

During the past fiscal year the global economy was weak. In the United States the overall economy gradually improved, inflation remained low, and long-term interest rates declined. In addition, American industries continued to improve efficiencies and productivity, which led to increased market confidence in the debt-repaying ability of these issuers. The current administration's steady monetary policy and the gradual improvement in the overall economy produced a relatively high rate of return for the investment grade bonds.

The Fund was positioned well during the past fiscal year. The Fund benefited from both declining interest rates and improving corporate credits by maintaining a bond portfolio with a maturity that was longer than the market average. During the year, the Fund increased its concentration in corporate bonds that we felt would benefit from cyclical changes in the economy.

The strategies and techniques we applied resulted in the direction of the Fund's performance remaining fairly consistent with that of the indexes charted on the following page. Those indexes reflect the performance of securities that generally represent the bond market (the Lehman Brothers Government/Corporate Bond Index) and the universe of funds with similar investment objectives (the Lipper Corporate Debt Funds A-Rated Universe Average). The Fund's performance was impacted positively during the past fiscal year by the Fund's increased investments in lower-rated, investment grade securities and longer-maturity issues.

In 1994 we anticipate another year of relatively low inflation, moderate economic growth, and continuing increases in productivity. We also anticipate that corporations will continue to refinance their debt at lower interest rates and issue more equity securities. Therefore, we intend to pursue the same strategies we have recently employed as we seek to achieve superior performance.

We appreciate your continued confidence.

Respectfully,
James C. Cusser
Manager, United Bond Fund

COMPARISON OF CHANGE IN VALUE OF \$10,000 INVESTMENT IN
UNITED BOND FUND,

The line graph which appears here in the paper version was filed on Form SE on
February 25, 1994.

SHAREHOLDER SUMMARY

UNITED BOND FUND

PORTFOLIO STRATEGY:

High quality bonds

Maximum 10% Non-Debt
Securities

OBJECTIVE:

Reasonable return with emphasis on the
preservation of principal.

STRATEGY:

Invests in high quality bonds issued by
companies in a variety of industries and
in government securities.

FOUNDED:

1964

DIVIDENDS:

PAID MONTHLY

PER SHARE DATA

For the Fiscal Year Ended December 31, 1993

DIVIDENDS PAID \$0.41

=====

CAPITAL GAINS DISTRIBUTION \$0.33

=====

NET ASSET VALUE ON

12/31/93 \$6.39 adjusted to: \$6.72 (A)

12/31/92 6.31

CHANGE PER SHARE \$0.41

=====

(A) This number includes the capital gains distribution of \$0.33 paid in

December 1993 added to the actual net asset value on December 31, 1993.

Past performance is not necessarily an indication of future results.

TOTAL RETURN HISTORY

Period	Average Annual Total Return	
	With Sales Load*	Without Sales Load**
1-year period ended 12-31-93	6.68%	13.19%
5-year period ended 12-31-93	9.45%	10.75%
10-year period ended 12-31-93	11.26%	11.92%

*Performance data quoted represents past performance and is based on deduction of 5.75% sales load on the initial purchase in each of the three periods.

**Performance data quoted in this column represents past performance without taking into account the sales load deducted on an initial purchase.

Investment return and principal value will fluctuate and an investor's shares, when redeemed, may be worth more or less than their original cost.

PORTFOLIO HIGHLIGHTS

On December 31, 1993, United Bond Fund had net assets totaling \$641,668,131 invested in a diversified portfolio of:

94.25% Bonds
5.75% Cash and Cash Equivalents

As a shareholder of United Bond Fund, for every \$100 you had invested on December 31, 1993, your Fund owned:

Bonds:

Corporate	\$67.22
U.S. Government	20.81
Other Government	4.07
Municipal Bonds	2.15
Cash and Cash Equivalents	5.75

Not all holdings will be represented in the portfolio at all times.

THE INVESTMENTS OF UNITED BOND FUND
 DECEMBER 31, 1993

	Principal Amount in Thousands	Value
CORPORATE DEBT SECURITIES		
Aerospace - 1.59%		
McDonnell Douglas Corporation, 9.25%, 4-1-2002	\$ 9,000	\$ 10,192,590
Airlines - 1.54%		
Federal Express Corporation, 7.15%, 9-28-2012	10,000	9,900,000
Automotive - 1.27%		
Toyota Motor Credit Corp., 4.15%, 8-5-96	8,000	8,160,000
Banks and Savings and Loans - 13.80%		
Banc One Corporation, 6.0%, 9-15-2005	10,000	9,573,300
Banco Nacional de Comercio Exterior, S.N.C., 7.5%, 7-1-2000	5,000	5,100,000
Central Fidelity Bank, 8.15%, 11-15-2002	10,000	11,063,700
Chemical Banking Corporation:		
7.625%, 1-15-2003	5,000	5,345,500
7.125%, 3-1-2005	5,000	5,183,400
Citicorp,		
6.75%, 8-15-2005	10,000	9,978,300
National Westminster Bancorp Inc.,		
9.375%, 11-15-2003	5,000	6,047,200
Norwest Corporation,		
6.65%, 10-15-2023	10,000	9,272,600
RBSG Capital Corp.,		
10.125%, 3-1-2004	5,000	6,277,000
Republic New York Corporation,		
5.875%, 10-15-2008	5,000	4,684,850
Shawmut National Corporation,		
7.2%, 4-15-2003	10,000	10,342,400
Wells Fargo & Company,		
8.75%, 5-1-2002	5,000	5,698,000
Total		88,566,250
Building - 2.64%		
Centex Corporation, 8.75%, 3-1-2007	5,000	5,539,900
Georgia-Pacific Corporation,		

9.875%, 11-1-2021	5,000	5,850,100
Owens-Corning Fiberglas Corporation,		
8.875%, 6-1-2002	5,000	5,555,050
Total		16,945,050

See Notes to Schedules of Investments on page 39.

THE INVESTMENTS OF UNITED BOND FUND
DECEMBER 31, 1993

	Principal Amount in Thousands	Value
CORPORATE DEBT SECURITIES (Continued)		
Canadian Oil - 1.74%		
NOVA Corporation of Alberta,		
8.5%, 12-15-2012	\$10,000	\$ 11,145,400
Chemicals Major - 2.59%		
Dow Capital Corporation,		
9.0%, 5-15-2010	9,550	11,393,628
Grace (W.R.) & Co.,		
7.4%, 2-1-2000	5,000	5,238,750
Total		16,632,378
Chemicals Specialty and Miscellaneous Technology - 1.87%		
Eastman Kodak Company,		
9.2%, 6-1-2021	10,000	11,975,000
Domestic Oil - 2.21%		
Occidental Petroleum Corporation,		
10.125%, 9-15-2009	5,000	6,307,750
Seagull Energy Corporation,		
7.875%, 8-1-2003	2,500	2,506,250
Union Texas Petroleum Holdings, Inc.,		
8.25%, 11-15-99	5,000	5,361,750
Total		14,175,750
Electrical Equipment - 3.06%		
Black & Decker Corporation (The),		
6.625%, 11-15-2000	10,000	9,896,400
General Electric Capital Corporation,		
8.5%, 7-24-2008	8,250	9,747,210
Total		19,643,610
Financial - 6.52%		
Chrysler Financial Corporation,		

9.5%, 12-15-99	10,000	11,545,400
Equicon Loan Trust,		
7.30%, 2-18-2013	4,571	4,655,592
General Motors Acceptance Corporation,		
8.875%, 6-1-2010	10,000	11,600,000
Greyhound Financial Corporation,		
8.79%, 11-15-2001	3,000	3,466,200
Residential Funding Mortgage		
Securities I, Inc.,		
8.0%, 8-25-2020	10,000	10,565,600
Total		41,832,792

See Notes to Schedules of Investments on page 39.

THE INVESTMENTS OF UNITED BOND FUND
DECEMBER 31, 1993

	Principal Amount in Thousands	Value
CORPORATE DEBT SECURITIES (Continued)		
Food and Related - 2.69%		
Archer Daniels-Midland Company,		
8.875%, 4-15-2011	\$10,000	\$ 12,021,600
ConAgra, Inc.,		
7.375%, 2-1-2005	5,000	5,202,500
Total		17,224,100
Insurance - 0.47%		
Reliance Group Holdings, Inc.,		
9.0%, 11-15-2000	3,000	3,018,750
International Oil - 0.79%		
LASMO (USA) INC.,		
7.125%, 6-1-2003	5,000	5,077,750
Leisure Time - 4.44%		
Marriott International, Inc.,		
6.75%, 12-15-2003	3,000	2,979,180
Tele-Communications, Inc.,		
7.875%, 8-1-2013	10,000	10,424,900
Time Warner Incorporated:		
8.875%, 10-1-2012	5,000	5,577,750
9.15%, 2-1-2023	5,000	5,482,250
Turner Broadcasting,		
8.375%, 7-1-2013	4,000	4,048,760
Total		28,512,840

Machinery - 0.95%		
Caterpillar, Inc.,		
9.375%, 8-15-2011	5,000	6,087,550
Metals and Mining - 1.18%		
Noranda Inc.,		
8.625%, 7-15-2002	7,000	7,582,470
Multi-Industry - 0.81%		
Mark IV Industries, Inc.,		
8.75%, 4-1-2003	5,000	5,200,000
Public Utilities - Electric - 6.37%		
Beaver Valley Public Service II Funding Corporation,		
8.68%, 6-1-2017	4,000	3,972,120
Korea Electric Power Corporation,		
6.375%, 12-1-2003	5,000	4,856,650
PVNGS Funding Corp., Inc.,		
8.0%, 12-30-2015	7,000	7,139,860

See Notes to Schedules of Investments on page 39.

THE INVESTMENTS OF UNITED BOND FUND
DECEMBER 31, 1993

	Principal Amount in Thousands	Value
CORPORATE DEBT SECURITIES (Continued)		
Public Utilities - Electric (Continued)		
Pacific Gas and Electric Company,		
5.875%, 10-1-2005	\$10,000	\$ 9,550,400
Texas Utilities Company,		
7.875%, 3-1-2023	10,000	10,379,300
Union Electric Company,		
7.15%, 8-1-2023	5,000	4,940,300
Total		40,838,630
Public Utilities - Pipelines - 2.68%		
Arkla, Inc.,		
8.875%, 7-15-99	10,000	10,691,600
Williams Companies, Inc. (The),		
10.25%, 7-15-2020	5,000	6,468,550
Total		17,160,150
Publishing and Advertising - 1.58%		
News America Holdings Incorporated,		

8.25%, 8-10-2018	10,000	10,159,900
Railroads - 0.78%		
Kansas City Southern Railway (The), 6.625%, 3-1-2005	5,000	4,991,200
Retailing - 1.40%		
Best Buy Co., Inc., 8.625%, 10-1-2000	2,500	2,500,000
Eagle Food Centers, Inc., 8.625%, 4-15-2000	2,500	2,487,500
Penn Traffic Company, 8.625%, 12-15-2003	4,000	4,020,000
Total		9,007,500
Telecommunications - 2.71%		
Bell Telephone Company of Pennsylvania, 8.35%, 12-15-2030	5,000	5,981,550
GTE Corporation, 7.83%, 5-1-2023	10,000	10,329,400
Sprint Corporation, 8.125%, 7-15-2002	1,000	1,078,180
Total		17,389,130

See Notes to Schedules of Investments on page 39.

THE INVESTMENTS OF UNITED BOND FUND
DECEMBER 31, 1993

	Principal Amount in Thousands	Value
CORPORATE DEBT SECURITIES (Continued)		
Textiles and Apparel - 0.78%		
Fruit of the Loom, Inc., 6.5%, 11-15-2003	\$ 5,000	\$ 4,976,100
Tobacco - 0.76%		
RJR Nabisco, Inc., 8.75%, 4-15-2004	5,000	4,901,100
TOTAL CORPORATE DEBT SECURITIES - 67.22%		\$431,295,990
(Cost: \$426,661,637)		
MUNICIPAL BONDS		
Alabama - 0.45%		
The Special Care Facilities Financing Authority of the City of Birmingham-		

Baptist Medical Centers, Taxable Revenue Bonds (The Baptist Medical Centers), Series 1993-B, 7.1%, 8-15-2005	2,800	2,866,500
California - 0.15%		
Department of Water and Power of the City of Los Angeles, Electric Plant Revenue Bonds, Second Issue of 1993, 5.125%, 10-15-2014	1,000	975,000
Florida - 0.62%		
State of Florida, Full Faith and Credit State Board of Education, Public Education Capital Outlay Refunding Bonds, 1993 Series A, 5.1%, 6-1-2009	3,000	3,022,500
City of Vero Beach, Florida, Taxable Electric Refunding Revenue Bonds, Series 1993B, 6.8%, 12-1-2013	1,000	938,750
Total		3,961,250
New York - 0.15%		
County of Nassau, New York, General Obligation Bonds (Federally Taxable), 5.75%, 10-15-2005	1,000	943,750
South Carolina - 0.32%		
Oconee County, South Carolina, Pollution Control Facilities Revenue Refunding Bonds, Series 1993 (Duke Power Company Project), 5.8%, 4-1-2014	2,000	2,062,500

See Notes to Schedules of Investments on page 39.

THE INVESTMENTS OF UNITED BOND FUND
DECEMBER 31, 1993

	Principal Amount in Thousands	Value
MUNICIPAL BONDS (Continued)		
Washington - 0.46%		
Seattle, Washington, Municipal Light and Power Refunding Revenue Bonds, 5.375%, 11-1-2018	1,000	995,000
Washington Public Power Supply System,		

Nuclear Project No. 1 Refunding Revenue Bonds, Series 1993C, 5.375%, 7-1-2015	\$ 2,000	\$ 1,967,500
Total.....		2,962,500

TOTAL MUNICIPAL BONDS - 2.15% \$13,771,500
(Cost: \$13,613,673)

OTHER GOVERNMENT SECURITIES

Argentina - 0.78%
Republic of Argentina,
8.375%, 12-20-2003 5,000 5,037,500

Italy - 1.52%
Republic of Italy,
6.0%, 9-27-2003 10,000 9,750,600

Mexico - 0.83%
United Mexican States,
8.50%, 9-15-2002 5,000 5,356,250

New Zealand - 0.94%
New Zealand,
8.75%, 12-15-2006 5,000 6,000,300

TOTAL OTHER GOVERNMENT SECURITIES - 4.07% \$ 26,144,650
(Cost: \$25,818,994)

UNITED STATES GOVERNMENT SECURITIES

Federal Home Loan Mortgage Corporation, 0.0%, 3-23-94	2,000	2,200,000
Federal National Mortgage Association: 7.0%, 7-25-2006	10,000	10,346,800
7.5%, 12-25-2006	5,000	5,192,150
6.5%, 5-25-2018	10,000	10,068,700
8.0%, 5-25-2019	9,000	9,177,120
7.0%, 8-25-2021	10,000	10,093,700
Government National Mortgage Association, 10.5%, 3-15-2029	1,426	1,584,893

See Notes to Schedules of Investments on page 39.

THE INVESTMENTS OF UNITED BOND FUND
DECEMBER 31, 1993

Principal Amount in Thousands	Value
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UNITED STATES GOVERNMENT SECURITIES (Continued)

United States Treasury:

0.0%, 2-15-95	25,000	\$ 23,978,500
6.375%, 1-15-2000.....	5,000	5,251,550
15.75%, 11-15-2001	5,000	8,192,950
6.25%, 2-15-2003	10,000	10,334,400
11.625%, 11-15-2004	5,000	7,258,600
0.0%, 8-15-2010	20,000	6,583,600
0.0%, 11-15-2014	20,000	4,779,000

Miscellaneous United States Government

Backed Securities:

Agency for International Development
for the State of Israel:

6.125%, 3-15-2003	10,000	10,089,000
0.0%, 3-15-2014	10,000	2,409,000

Postal Square Limited Partnership,

8.95%, 6-15-2022	4,945	6,015,515
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TOTAL UNITED STATES GOVERNMENT

SECURITIES - 20.81% \$133,555,478

(Cost: \$129,459,065)

TOTAL SHORT-TERM SECURITIES - 4.94% \$ 31,716,465

(Cost: \$31,716,465)

TOTAL INVESTMENT SECURITIES - 99.19% \$636,484,083

(Cost: \$627,269,834)

CASH AND OTHER ASSETS, NET

OF LIABILITIES - 0.81% 5,184,048

NET ASSETS - 100.00% \$641,668,131

UNITED INCOME FUND

MANAGER'S LETTER

DECEMBER 31, 1993

Dear Shareholder:

This report relates to the operation of the United Income Fund for the fiscal year ended December 31, 1993. The following discussion, graphs and tables provide you with information regarding the Fund's performance during that period.

During the first three quarters of the past fiscal year, the United States' economy experienced slow growth, low inflation and declines in interest rates.

The fourth quarter saw a slight rise in interest rates and an acceleration in the economy. Of particular note, the securities of companies in cyclical industries generally experienced substantial increases in value during the year.

The Fund held a significant quantity of cyclical stocks throughout the year, with emphasis on companies perceived as having the most potential for positive change. Automobiles companies were a prime example of this. The Fund also emphasized investments in companies with strong, efficient worldwide distribution systems, such as Gillette, Procter & Gamble and Colgate. Companies with overseas distribution capabilities have grown faster, in many cases, than domestic companies that do not have international outlets for their goods and services.

The strategies and techniques we applied resulted in the direction of the Fund's performance remaining fairly consistent with that of the indexes charted on the following page. Those indexes reflect the performance of securities that generally represent the stock market (the S&P 500 Index) and the universe of funds with similar investment objectives (the Lipper Equity Income Fund Universe Average). The Fund's performance was impacted positively during the past fiscal year by strong results from several of its cyclical stocks, and companies with strong foreign distribution. Consequently, the Fund's overall performance again bettered that of the indexes depicted.

In 1994 we anticipate continuation of generally slow growth in the U. S. economy, with perhaps some improvements in areas like the retail sector. We expect to continue to pursue the same strategies we have recently employed. The search for companies that have excellent prospects for superior earnings and revenue growth will continue to be our mission.

We appreciate your continued confidence.

Respectfully,
Russell E. Thompson
Manager, United Income Fund

COMPARISON OF CHANGE IN VALUE OF \$10,000 INVESTMENT IN
UNITED INCOME FUND,

The line graph which appears here in the paper version was filed on Form SE on February 25, 1994.

SHAREHOLDER SUMMARY

UNITED INCOME FUND

PORTFOLIO STRATEGY:

Investment quality

OBJECTIVE: Current income relative

dividend-paying
common stocks

to changing market
conditions.

Cash Reserves

STRATEGY: Invest principally in common stocks of
large, well-known companies.

The use of cash reserves (often invested
in money market securities) for
defensive purposes is a strategy that
may be utilized by the Income Fund from
time to time.

Moving into cash reserve positions at
times thought to be near a major stock
market peak allows the Fund the
opportunity to capture profits and
attempts to cushion the impact of market
declines. The added flexibility
provided by our CASH RESERVES STRATEGY
has from time to time been an important
element in our past success and, when
deemed appropriate, may be used in the
management of the portfolio in the
future.

FOUNDED: 1940

DIVIDENDS: PAID QUARTERLY (March, June, September,
December)

PERFORMANCE SUMMARY

PER SHARE DATA

For the Fiscal Year Ended December 31, 1993

DIVIDENDS PAID	\$0.40
	=====
CAPITAL GAINS DISTRIBUTION	\$0.39
	=====
NET ASSET VALUE ON	
12/31/93	\$24.77 adjusted to: \$25.16 (A)
12/31/92	22.05

CHANGE PER SHARE	\$ 3.11
	=====

(A) This number includes the capital gains distribution of \$0.39 paid in

December 1993 added to the actual net asset value on December 31, 1993.

Past performance is not necessarily an indication of future results.

TOTAL RETURN HISTORY

Period - - - - -	Average Annual Total Return -----	
	With Sales Load*	Without Sales Load**
	-----	-----
1-year period ended 12-31-93	9.37%	16.05%
5-year period ended 12-31-93	13.86%	15.21%
10-year period ended 12-31-93	15.64%	16.33%

*Performance data quoted represents past performance and is based on deduction of 5.75% sales load on the initial purchase in each of the three periods.

**Performance data quoted in this column represents past performance without taking into account the sales load deducted on an initial purchase.

Investment return and principal value will fluctuate and an investor's shares, when redeemed, may be worth more or less than their original cost.

PORTFOLIO HIGHLIGHTS

On December 31, 1993, United Income Fund had net assets totaling \$3,060,073,276 invested in a diversified portfolio of:

- 94.10% Common Stocks
- 2.60% Cash and Cash Equivalents
- 2.55% U.S. Government Securities
- 0.75% Corporate Debt Securities

As a shareholder of United Income Fund, for every \$100 you had invested on December 31, 1993, your Fund owned:

Basic Industries Stocks	\$43.63
Consumer Stocks	22.32
Technological Stocks	16.39
Financial Stocks	11.76
Cash and Cash Equivalents	2.60
U.S. Government Securities	2.55
Corporate Debt Securities	0.75

Not all holdings will be represented in the portfolio at all times.

These STOCK CATEGORIES are provided as a reference only. Not all categories or subcategories will be represented in a portfolio at all times. Refer to the following pages for a more detailed portfolio listing.

BASIC INDUSTRIES

- Airlines
- Automotive
- Building
- Chemicals Major
- Electrical Equipment
- Engineering and Construction
- Machinery
- Manufacturers
- Metals and Mining
- Multi-Industry
- Paper
- Precious Metals
- Railroad Equipment
- Railroads
- Shipping
- Steel
- Tire and Rubber
- Trucking

CONSUMER

- Beverages
- Consumer Electronics and Appliances
- Food and Related
- Hospital Management
- Household Products
- Leisure Time
- Packaging and Containers
- Publishing and Advertising
- Retailing
- Services, Consumer and Business
- Textiles and Apparel
- Tobacco

ENERGY AND ENERGY-RELATED

- Canadian Oil
- Coal
- Domestic Oil
- International Oil
- Oil Services
- Propane

FINANCIAL

Banks and Savings and Loans
 Financial
 Insurance

PUBLIC UTILITIES

Electric
 Gas
 Pipelines

TECHNOLOGICAL

Aerospace
 Biotechnology and Medical Services
 Business Machines and Office Equipment
 Chemicals Specialty and Miscellaneous Technology
 Drugs and Hospital Supply
 Electronics
 Telecommunications

THE INVESTMENTS OF UNITED INCOME FUND
 DECEMBER 31, 1993

	Shares	Value
COMMON STOCKS		
Aerospace - 0.13%		
Aviall Inc.*	250,000	\$ 3,812,500
Airlines - 3.25%		
AMR Corporation*	400,000	26,800,000
Delta Air Lines, Incorporated	200,000	10,925,000
Southwest Airlines Co.	1,650,000	61,875,000
Total		99,600,000
Automotive - 7.64%		
Chrysler Corporation	1,280,000	68,160,000
Dana Corporation	380,000	22,752,500
Eaton Corporation	500,000	25,250,000
Ford Motor Company	950,000	61,275,000
General Motors Corporation	710,000	38,961,250
Magna Group, Inc., Class A	350,000	17,412,500
Total		233,811,250
Banks and Savings and Loans - 8.18%		
Banc One Corporation	350,000	13,693,750
BankAmerica Corporation	502,500	23,303,438
Barclays Bank PLC (A)	500,000	4,697,500
Chase Manhattan Corporation	850,000	28,793,750
Chemical Banking Corporation	625,000	25,078,125
Citicorp*	1,000,000	36,750,000
Deutsche Bank Aktiengesellschaft (A) ...	44,000	22,433,972

First Bank Systems, Inc.	610,500	18,772,875
First Interstate Bancorporation	300,000	19,237,500
Midlantic Corporation*	600,000	15,337,200
NationsBank Corporation	389,000	19,061,000
PNC Bank Corp.	500,000	14,500,000
Skandinaviska Enskilda Banken (A)*	1,300,000	8,799,700
Total		250,458,810

Beverages - 2.14%

PepsiCo, Inc.	1,300,000	53,137,500
Whitman Corporation	765,000	12,431,250
Total		65,568,750

Building - 3.27%

Armstrong World Industries, Inc.	696,100	37,067,325
Georgia-Pacific Corporation	200,000	13,750,000
Louisiana-Pacific Corporation	200,000	8,250,000
Stanley Works (The)	150,000	6,675,000
Temple-Inland Inc.	350,000	17,631,250
Weyerhaeuser Company	375,000	16,734,375
Total		100,107,950

See Notes to Schedules of Investments on page 39.

THE INVESTMENTS OF UNITED INCOME FUND
DECEMBER 31, 1993

	Shares	Value
COMMON STOCKS (Continued)		
Business Machines and Office Equipment - 1.65%		
Apple Computer, Inc.	725,000 \$	21,296,875
General Motors Corporation, Class E	1,000,000	29,250,000
Total		50,546,875
Chemicals Major - 4.84%		
Air Products & Chemicals, Inc.	800,000	35,400,000
du Pont (E.I.) de Nemours and Company ..	600,000	28,950,000
PPG Industries, Inc.	625,000	47,578,125
Praxair, Inc.	1,000,000	16,625,000
Union Carbide Corporation	875,000	19,578,125
Total		148,131,250
Chemicals Specialty and Miscellaneous Technology - 2.83%		
Betz Laboratories, Inc.	280,000	12,285,000
Minnesota Mining and Manufacturing Company	250,000	27,187,500
Polaroid Corporation	1,400,000	47,250,000
Total		86,722,500

Consumer Electronics and Appliances - 1.85%		
Maytag Corporation	1,200,000	21,600,000
Rival Company (The)	221,200	4,465,364
Whirlpool Corporation	460,300	30,609,950
Total		56,675,314
Drugs and Hospital Supply - 2.72%		
American Cyanamid Company	250,000	12,562,500
Sandoz Ltd. (A)	15,567	43,259,090
Schering-Plough Corporation	400,000	27,400,000
Total		83,221,590
Electrical Equipment - 2.84%		
Emerson Electric Co.	400,000	24,100,000
General Electric Company	600,000	62,925,000
Total		87,025,000
Electronics - 5.28%		
AMP Incorporated	550,000	34,718,750
Applied Materials, Inc.*	400,000	15,600,000
Intel Corporation	525,000	32,615,625
Motorola, Inc.	850,000	78,518,750
Total		161,453,125

See Notes to Schedules of Investments on page 39.

THE INVESTMENTS OF UNITED INCOME FUND
DECEMBER 31, 1993

	Shares	Value
COMMON STOCKS (Continued)		
Engineering and Construction - 1.56%		
BBC Brown Boveri Baen, Series A (A)* ...	25,000	\$ 18,245,950
Fluor Corporation	400,000	16,200,000
Foster Wheeler Corporation	400,000	13,400,000
Total		47,845,950
Financial - 3.58%		
Federal Home Loan Mortgage Corporation .	500,000	25,000,000
Federal National Mortgage Association ..	295,200	23,173,200
Grupo Financiero Banamex Accival, S.A. de C.V. B (A)	1,000,000	7,083,000
Grupo Financiero Banamex Accival, S.A. de C.V. C (A)	1,000,000	8,692,000
Grupo Financiero Banamex Accival, S.A. de C.V. L (A)	50,000	384,700
Household International, Inc.	600,000	19,575,000
Xerox Corporation	280,000	25,025,000

Total		108,932,900
Food and Related - 1.44%		
CPC International Inc.	500,000	23,812,500
Nestle S.A. (A)	8,000	6,897,848
Pet Incorporated	765,000	13,387,500
Total		44,097,848
Household Products - 3.76%		
Avon Products, Inc.	280,000	13,615,000
Colgate-Palmolive Company	600,000	37,425,000
Gillette Company (The)	500,000	29,812,500
Procter & Gamble Company (The)	600,000	34,200,000
Total.....		115,052,500
Leisure Time - 2.28%		
Walt Disney Company (The)	700,000	29,837,500
McDonald's Corporation	700,000	39,900,000
Total		69,737,500
Machinery - 6.65%		
Caterpillar Inc.	800,000	71,200,000
Clark Equipment Company*	500,000	26,187,500
Deere & Company	685,000	50,690,000
Ingersoll-Rand Company	400,000	15,300,000
Mannesmann AG (A)	25,000	6,074,925
Parker Hannifin Corporation	400,000	15,100,000
Trinova Corporation	600,000	18,825,000
Total		203,377,425

See Notes to Schedules of Investments on page 39.

THE INVESTMENTS OF UNITED INCOME FUND
DECEMBER 31, 1993

	Shares	Value
COMMON STOCKS (Continued)		
Multi-Industry - 1.94%		
ITT Corporation	650,204	\$ 59,331,115
Packaging and Containers - 0.70%		
Pilkington PLC (A)	8,164,516	21,464,513
Paper - 3.04%		
Champion International Corporation	800,000	26,700,000
International Paper Company	400,000	27,100,000
James River Corporation of Virginia	800,000	15,400,000
Union Camp Corporation	500,000	23,812,500

Total		93,012,500
Railroads - 3.95%		
CSX Corporation	350,000	28,350,000
Conrail, Inc.	600,000	40,125,000
Norfolk Southern Corporation	300,000	21,150,000
Union Pacific Corporation	500,000	31,312,500
Total		120,937,500
Retailing - 9.35%		
Cifra, S.A. de C.V. C (A)	7,000,000	21,000,000
Circuit City Stores, Inc.	1,500,000	32,625,000
Dayton Hudson Corporation	300,000	20,025,000
Dillard Department Stores, Inc., Class A	710,000	26,980,000
Gap, Inc. (The)	400,000	15,750,000
Home Depot, Inc. (The)	725,000	28,637,500
K Mart Corporation	750,000	15,937,500
Limited Inc.	760,000	13,015,000
May Department Stores Company (The)	1,000,000	39,375,000
Penney (J.C.) Company, Inc.	676,000	35,405,500
Toys "R" Us Inc.*	300,000	12,262,500
Wal-Mart Stores, Inc.	1,000,000	25,000,000
Total		286,013,000
Services, Consumer and Business - 0.80%		
Block (H&R), Inc.	600,000	24,450,000

See Notes to Schedules of Investments on page 39.

THE INVESTMENTS OF UNITED INCOME FUND
DECEMBER 31, 1993

	Shares	Value
COMMON STOCKS (Continued)		
Steel - 2.55%		
Avesta Sheffield AB (A)*	3,831,000	\$ 19,737,312
Bethlehem Steel Corporation*	400,000	8,150,000
British Steel PLC (A)	8,250,000	15,353,250
Inland Steel Industries, Inc.*	400,000	13,250,000
USX Corporation - U.S. Steel Group	500,000	21,687,500
Total		78,178,062
Telecommunications - 3.78%		
American Telephone and Telegraph Company	500,000	26,250,000
General Instrument Corporation*	250,000	14,031,250
MCI Communications Corporation	1,000,000	28,187,000

Telefonaktiebolaget LM Ericsson, Class B, ADR.....	500,000	20,125,000
Telefonos de Mexico S.A. de C.V., ADR ..	400,000	27,000,000
Total		115,593,250
Tire and Rubber - 1.23%		
Goodyear Tire & Rubber Company (The) ...	825,000	37,743,750
Trucking - 0.87%		
Ryder System, Inc.	1,000,000	26,500,000
TOTAL COMMON STOCKS - 94.10%		\$2,879,402,727
(Cost: \$1,861,674,843)		

Principal
Amount in
Thousands

CORPORATE DEBT SECURITIES

Banks and Savings and Loans - 0.36%		
Morgan Guaranty Trust Company of New York, 7.375%, 2-1-2002	\$10,250	11,079,123
Electrical Equipment - 0.39%		
General Electric Capital Corporation, 8.3%, 9-20-2009	10,000	11,703,200
TOTAL CORPORATE DEBT SECURITIES - 0.75%		\$ 22,782,323
(Cost: \$19,806,227)		

See Notes to Schedules of Investments on page 39.

THE INVESTMENTS OF UNITED INCOME FUND DECEMBER 31, 1993

	Principal Amount in Thousands	Value
UNITED STATES GOVERNMENT SECURITIES		
United States Treasury:		
8.5%, 5-15-97	\$16,000	\$ 17,849,920
8.75%, 10-15-97	20,000	22,615,600
10.375%, 11-15-2012	8,500	11,736,630
9.0%, 11-15-2018	20,000	25,928,200
TOTAL UNITED STATES GOVERNMENT SECURITIES - 2.55%		\$ 78,130,350
(Cost: \$68,530,401)		

TOTAL SHORT-TERM SECURITIES - 2.48%	\$ 75,960,254
(Cost: \$75,960,254)	
TOTAL INVESTMENT SECURITIES - 99.88%	\$3,056,275,654
(Cost: \$2,025,971,725)	
CASH AND OTHER ASSETS, NET OF LIABILITIES - 0.12%	3,797,622
NET ASSETS - 100.00%	\$3,060,073,276

See Notes to Schedules of Investments on page 39.

UNITED ACCUMULATIVE FUND
MANAGER'S LETTER
DECEMBER 31, 1993

Dear Shareholder:

This report relates to the operation of the United Accumulative Fund for the fiscal year ended December 31, 1993. The following discussion, graphs and tables provide you with information regarding the Fund's performance during that period.

During the first three quarters of the past fiscal year, the United States' economy experienced slow growth, low inflation and declines in interest rates. The fourth quarter saw a slight rise in interest rates and an acceleration in the economy. The overall effect of these trends produced a substantial increase in the value of stocks of companies in cyclical industries and a decrease in the value of stocks that are particularly sensitive to rising interest rates. The Clinton administration's national health care initiative adversely affected the securities of companies in the health care industry. Transportation-related securities rose in value significantly during the year in anticipation of a better economy improving their prospects.

For the first three quarters of the year, the Fund held a large quantity of securities sensitive to interest rate changes, with emphasis on common stocks of financial institutions. The increase in interest rates during the fourth quarter led us to reduce this exposure. During the year, the Fund sold many of its holdings in pharmaceutical companies in view of the effects of the health-care reform proposals. Conversely, the Fund increased its emphasis on investments in cyclical industries, particularly companies in the transportation sector, in anticipation of a stronger economy.

The strategies and techniques we applied resulted in the direction of the Fund's performance remaining fairly consistent with that of the indexes charted on the following page. Those indexes reflect the performance of securities that

generally represent the stock market (the S&P 500 Index) and the universe of mutual fund portfolios with similar investment objectives (the Lipper Growth Fund Universe Average). The Fund's performance was impacted positively by the increase in value of cyclical stocks and the Fund's large position in securities in the financial sectors.

We expect the economy to grow moderately in 1994, and we anticipate that inflation and interest rates will remain low, although they may rise somewhat from 1993 levels. We intend to continue to pursue the strategies employed during the fourth quarter of 1993 by gradually reducing the Fund's exposure in financial securities and increasing investments in cyclicals, possibly some in foreign countries.

We appreciate your continued confidence.

Respectfully,
Antonio Intagliata
Manager, United Accumulative Fund

COMPARISON OF CHANGE IN VALUE OF \$10,000 INVESTMENT IN
UNITED ACCUMULATIVE FUND,

The line graph which appears here in the paper version was filed on Form SE on February 25, 1994.

SHAREHOLDER SUMMARY

UNITED ACCUMULATIVE FUND

PORTFOLIO STRATEGY:

Appreciation-oriented
common stock

OBJECTIVE: Long-term appreciation
of capital with a secondary
objective of current income.

Cash Reserves

STRATEGY: The portfolio consists mainly of common
stock in large, well-known companies
representing the major sectors of our
economy.

The use of cash reserves (often invested
in money market securities) for
defensive purposes is a strategy that
may be utilized by the Accumulative Fund
from time to time.

Moving into cash reserve positions at
times thought to be near a major stock
market peak allows the Fund the

opportunity to capture profits and attempts to cushion the impact of market declines. The added flexibility provided by our CASH RESERVES STRATEGY has from time to time been an important element in our past success and, when deemed appropriate, may be used in the management of the portfolio in the future.

FOUNDED: 1940

DIVIDENDS: PAID SEMIANNUALLY (June and December)

PERFORMANCE SUMMARY

PER SHARE DATA

For the Fiscal Year Ended December 31, 1993

DIVIDENDS PAID	\$0.11
	=====
CAPITAL GAINS DISTRIBUTION	\$0.86
	=====
NET ASSET VALUE ON	
12/31/93	\$7.19 adjusted to: \$8.05 (A)
12/31/92	7.50

CHANGE PER SHARE	\$0.55
	=====

(A) This number includes the capital gains distribution of \$0.86 paid in December 1993 added to the actual net asset value on December 31, 1993.

Past performance is not necessarily an indication of future results.

TOTAL RETURN HISTORY

Period	Average Annual Total Return	
	With Sales Load*	Without Sales Load**
-----	-----	-----
1-year period ended 12-31-93	2.79%	9.06%
5-year period ended 12-31-93	10.72%	12.03%
10-year period ended 12-31-93	12.42%	13.09%

*Performance data quoted represents past performance and is based on deduction

of 5.75% sales load on the initial purchase in each of the three periods.

**Performance data quoted in this column represents past performance without taking into account the sales load deducted on an initial purchase.

Investment return and principal value will fluctuate and an investor's shares, when redeemed, may be worth more or less than their original cost.

PORTFOLIO HIGHLIGHTS

On December 31, 1993, United Accumulative Fund had net assets totaling \$1,033,774,298 invested in a diversified portfolio of:

87.30% Common Stocks
10.63% Cash and Cash Equivalents
2.07% Preferred Stock

As a shareholder of United Accumulative Fund, for every \$100 you had invested on December 31, 1993, your Fund owned:

Basic Industries Stocks	\$30.68
Technological Stocks	19.15
Financial Stocks	18.66
Consumer Stocks	17.59
Cash and Cash Equivalents	10.63
Preferred Stock	2.07
Energy and Energy-Related Stocks	1.22

Not all holdings will be represented in the portfolio at all times.

These STOCK CATEGORIES are provided as a reference only. Not all categories or subcategories will be represented in a portfolio at all times. Refer to the following pages for a more detailed portfolio listing.

BASIC INDUSTRIES

Airlines
Automotive
Building
Chemicals Major
Electrical Equipment
Engineering and Construction
Machinery
Manufacturers
Metals and Mining
Multi-Industry
Paper

Precious Metals
Railroad Equipment
Railroads
Shipping
Steel
Tire and Rubber
Trucking

CONSUMER

Beverages
Consumer Electronics and Appliances
Food and Related
Hospital Management
Household Products
Leisure Time
Packaging and Containers
Publishing and Advertising
Retailing
Services, Consumer and Business
Textiles and Apparel
Tobacco

ENERGY AND ENERGY-RELATED

Canadian Oil
Coal
Domestic Oil
International Oil
Oil Services
Propane

FINANCIAL

Banks and Savings and Loans
Financial
Insurance

PUBLIC UTILITIES

Electric
Gas
Pipelines

TECHNOLOGICAL

Aerospace
Biotechnology and Medical Services
Business Machines and Office Equipment
Chemicals Specialty and Miscellaneous Technology
Drugs and Hospital Supply
Electronics
Telecommunications

THE INVESTMENTS OF UNITED ACCUMULATIVE FUND
DECEMBER 31, 1993

	Shares	Value
COMMON STOCKS		
Airlines - 2.12%		
Mesa Airlines, Inc.*	500,000	\$ 8,750,000
Southwest Airlines Co.	350,000	13,125,000
Total		21,875,000
Automotive - 10.58%		
Chrysler Corporation	300,000	15,975,000
Dana Corporation	100,000	5,987,500
Federal-Mogul Corp.	400,000	11,600,000
Ford Motor Company	700,000	45,150,000
MascoTech, Inc.	250,000	6,968,750
Superior Industries International, Inc.	135,000	5,805,000
Variety Corporation*	400,000	17,900,000
Total		109,386,250
Banks and Savings and Loans - 7.33%		
BankAmerica Corporation	400,000	18,550,000
Banque National de Paris (A)	240,000	11,657,280
Continental Bank Corporation	300,000	7,912,500
Grupo Financiero Bancomer, S.A. de C.V. C (A)	2,950,000	6,209,750
Midlantic Corporation*	500,000	12,781,000
UJB Financial Corp.	400,000	9,500,000
Washington Federal Savings and Loan Association	350,000	9,100,000
Total		75,710,530
Building - 1.63%		
Temple-Inland Inc.	250,000	12,593,750
United Dominion Realty Trust, Inc.	300,000	4,275,000
Total		16,868,750
Business Machines and Office Equipment - 5.31%		
BMC Software*	53,300	2,545,075
First Data Corporation	300,000	12,225,000
General Motors Corporation, Class E	500,000	14,625,000
Informix Corporation*	500,000	10,500,000
Microsoft Corporation*	150,000	12,093,750
Pyramid Technology Corporation*	200,000	2,925,000
Total		54,913,825

See Notes to Schedules of Investments on page 39.

THE INVESTMENTS OF UNITED ACCUMULATIVE FUND
DECEMBER 31, 1993

	Shares	Value
COMMON STOCKS (Continued)		
Chemicals Major - 2.34%		
du Pont (E.I.) de Nemours and Company ..	500,000 \$	24,125,000
Chemicals Specialty and Miscellaneous Technology - 0.50%		
Browning-Ferris Industries, Inc.	200,000	5,150,000
Drugs and Hospital Supply - 2.36%		
Biocraft Laboratories Inc.	150,000	3,206,250
Mylan Laboratories Inc.	150,000	3,806,250
Perrigo Company*	400,000	13,650,000
Watson Pharmaceuticals Inc.*	150,000	3,768,750
Total		24,431,250
Electronics - 4.55%		
Atmel Corporation*	200,000	6,900,000
cisco Systems, Inc.*	250,000	16,156,250
Intel Corporation	200,000	12,425,000
Motorola, Inc.	125,000	11,546,875
Total		47,028,125
Engineering and Construction - 1.17%		
Grupo Tribasa, S.A. de C.V., ADS*	350,000	12,118,750
Financial - 1.56%		
Grupo Financiero Banamex Accival, S.A. de C.V., B (A)	300,000	2,124,900
Grupo Financiero Banamex Accival, S.A. de C.V., C (A)	525,000	4,563,300
Grupo Financiero Banamex Accival, S.A. de C.V., L (A)	41,250	317,378
Household International, Inc.	280,000	9,135,000
Total		16,140,578
Hospital Management - 1.10%		
Hillhaven Corporation (The)*	600,000	11,325,000
Insurance - 9.77%		
American International Group, Inc.	100,000	8,775,000
American Re Corporation*	350,000	9,931,250
Equitable of Iowa Companies	250,000	8,468,750
First Colony Corporation	500,000	12,687,500
General Re Corporation	150,000	16,050,000
Kemper Corporation	173,900	6,303,875
NWNL Companies, Inc. (The)	100,000	3,200,000

National Re Corporation	209,600	6,497,600
SAFECO Corporation	150,000	8,240,550
Sphere Drake Holdings Ltd.	300,000	5,025,000
TIG Holdings, Inc.	700,000	15,837,500
Total		101,017,025

See Notes to Schedules of Investments on page 39.

THE INVESTMENTS OF UNITED ACCUMULATIVE FUND
DECEMBER 31, 1993

	Shares	Value
COMMON STOCKS (Continued)		
International Oil - 1.22%		
Exxon Corporation	200,000	\$ 12,600,000
Leisure Time - 3.77%		
Bell Sports Corp.*	144,000	4,500,000
Cheesecake Factory Incorporated (The)* .	104,500	3,553,000
Comcast Corporation, Class A	250,000	8,984,250
Disney (Walt) Company (The)	400,000	17,050,000
GTECH Holdings Corporation*	150,000	4,912,500
Total		38,999,750
Machinery - 2.06%		
Cooper Industries, Inc.	200,000	9,850,000
Ingersoll-Rand Company	300,000	11,475,000
Total		21,325,000
Multi-Industry - 3.95%		
Allied-Signal Inc.	150,000	11,850,000
Grupo Carso, S.A. de C.V., Class 1 (A)*	1,400,000	15,279,600
ITT Corporation	150,000	13,687,500
Total		40,817,100
Paper - 1.98%		
Champion International Corporation	400,000	13,350,000
Union Camp Corporation	150,000	7,143,750
Total		20,493,750
Publishing and Advertising - 3.15%		
Gannett Co., Inc.	150,000	8,587,500
Knight-Ridder Newspapers, Inc.	200,000	11,950,000
Tribune Company	200,000	12,025,000
Total		32,562,500
Railroads - 4.07%		
Burlington Northern Inc.	240,000	13,890,000

Norfolk Southern Corporation	400,000	28,200,000
Total		42,090,000

Retailing - 9.57%

Bed, Bath & Beyond, Inc.*	200,000	6,875,000
Books-A-Million, Inc.*	250,000	5,531,250
Circuit City Stores, Inc.	500,000	10,875,000
Dillard Department Stores, Inc., Class A	300,000	11,400,000
Family Dollar Stores, Inc.	500,000	8,500,000
May Department Stores Company (The)	250,000	9,843,750
Penney (J.C.) Company, Inc.	200,000	10,475,000
Sears, Roebuck and Co.	200,000	10,550,000
Spiegel, Inc., Class A	300,000	6,750,000

See Notes to Schedules of Investments on page 39.

THE INVESTMENTS OF UNITED ACCUMULATIVE FUND
DECEMBER 31, 1993

	Shares	Value
COMMON STOCKS (Continued)		
Retailing - (Continued)		
Tommy Hilfiger Corporation*	252,000	\$ 7,875,000
Toys "R" Us, Inc.*	250,000	10,218,750
Total		98,893,750
Steel - 0.78%		
LTV Corporation (The)*	500,000	8,062,500
Telecommunications - 6.43%		
General Instrument Corporation*	100,000	5,612,500
Glenayre Technologies, Inc.	165,900	7,154,438
MCI Communications Corporation	500,000	14,093,500
Sprint Corporation	200,000	6,950,000
Telefonaktiebolaget LM Ericsson, Class B, ADR	500,000	20,125,000
Telefonos de Mexico S.A. de C.V., ADR ..	100,000	6,750,000
Vanguard Cellular Systems, Inc.*	200,000	5,800,000
Total		66,485,438
TOTAL COMMON STOCKS - 87.30%		\$ 902,419,871
(Cost: \$865,033,304)		
PREFERRED STOCK - 2.07%		
Airlines		
Delta Air Lines, Inc.	400,000	\$ 21,400,000
(Cost: \$21,044,625)		

Principal
Amount in
Thousands

SHORT-TERM SECURITIES

Banks and Savings and Loans - 1.24%

Credit Lyonnais N.A. Inc., 3.27%, 2-1-94	\$11,550	11,517,477
U.S. Bancorp, Master Note	1,346	1,346,000
Total		12,863,477

Beverages - 0.22%

PepsiCo, Inc.: 3.3%, 1-6-94	1,130	1,129,482
3.29%, 1-21-94	1,150	1,147,898
Total		2,277,380

See Notes to Schedules of Investments on page 39.

THE INVESTMENTS OF UNITED ACCUMULATIVE FUND
DECEMBER 31, 1993

Principal
Amount in
Thousands Value

SHORT-TERM SECURITIES (Continued)

Financial - 3.45%

Associates Corporation of North America, Master Note	\$ 2,615	\$ 2,615,000
BHP Finance (U.S.A.) Inc., 3.22%, 2-7-94	9,300	9,269,222
Block Financial Corp., 3.28%, 1-27-94	1,595	1,591,222
Grand Metropolitan Investment Corp., 3.35%, 1-6-94	3,600	3,598,325
John Deere Capital Corp., 3.35%, 1-7-94	4,500	4,497,487
Kerr-McGee Credit Corp., 3.45%, 1-14-94	6,000	5,992,525
Merrill Lynch & Co. Inc., 3.27%, 1-31-94	7,100	7,080,653
USAA Capital Corp., 3.27%, 1-12-94	1,000	999,001
Total		35,643,435

Food and Related - 1.18%

ConAgra, Inc., 3.5%, 1-31-94	3,500	3,489,792
---------------------------------------	-------	-----------

Golden Peanut Co., 3.25%, 2-11-94	5,000	4,981,493
Sara Lee Corporation, Master Note	3,770	3,770,000
Total		12,241,285
Metals and Mining - 1.01%		
Aluminum Company of America, 3.25%, 2-11-94	10,500	10,461,135
Multi-Industry - 1.03%		
Baxter International Inc., 3.53%, 1-7-94	650	649,618
Olin Corp., 3.4%, 1-12-94	10,000	9,989,611
Total		10,639,229
Public Utilities - Electric - 0.14%		
Houston Industries Inc., 3.45%, 1-14-94	1,450	1,448,194

See Notes to Schedules of Investments on page 39.

THE INVESTMENTS OF UNITED ACCUMULATIVE FUND
DECEMBER 31, 1993

	Principal Amount in Thousands	Value
SHORT-TERM SECURITIES (Continued)		
Public Utilities - Gas - 1.09%		
Michigan Consolidated Gas Co., 3.23%, 1-24-94	\$ 9,300	\$ 9,280,808
Questar Corp., 3.22%, 2-4-94	1,950	1,944,070
Total		11,224,878
Telecommunications - 1.95%		
American Telephone and Telegraph Company, 3.3%, 1-28-94	6,800	6,783,170
Siemens Corp., 3.3%, 1-21-94	5,000	4,990,833
Southwestern Bell Capital Corp., 3.25%, 1-24-94	8,400	8,382,558
Total		20,156,561
TOTAL SHORT-TERM SECURITIES - 11.31%		\$ 116,955,574
(Cost: \$116,955,574)		

TOTAL INVESTMENT SECURITIES - 100.68%	\$1,040,775,445
(Cost: \$1,003,033,503)	
LIABILITIES, NET OF CASH AND OTHER ASSETS - (0.68%)	(7,001,147)
NET ASSETS - 100.00%	\$1,033,774,298

See Notes to Schedules of Investments on page 39.

UNITED SCIENCE AND TECHNOLOGY FUND
MANAGER'S LETTER
DECEMBER 31, 1993

Dear Shareholder:

This report relates to the operation of the United Science and Technology Fund for the fiscal year ended December 31, 1993. The following discussion, graphs and tables provide you with information regarding the Fund's performance during that period.

During the past fiscal year, the equity markets experienced record issuance of initial public offerings, generally lower interest rates, with fluctuations, and price volatility in industries and companies that are traditionally relatively stable. Concerns about health-care reform had a negative impact on medical-related equity securities, and Federal tax policy contributed in a number of cases to smaller increases in corporate profits than initially anticipated.

Because of concerns about declines in the value of medical-related equity securities, the Fund reduced its health-care investments. In view of smaller than expected increases in corporate profits, the Fund invested in corporations that could either raise prices effectively or lower costs significantly to increase profits. Finally, the Fund made a general move to more economically sensitive securities and away from stocks of companies producing nondurable consumer goods.

The strategies and techniques we applied resulted in the direction of the Fund's performance remaining fairly consistent with that of the indexes charted on the following page. Those indexes reflect the performance of securities that generally represent the non-financial institution portion of the stock market (the S&P 400 Index) and the universe of mutual fund portfolios with similar investment objectives (the Lipper Science & Technology Fund Universe Average). The Fund's performance was impacted positively during the past fiscal year by the Fund's large technology exposure, which is highly sensitive to the economy.

We anticipate that the level of interest rates and inflation will remain low in 1994. Therefore, we expect to continue to pursue the same strategies we have recently employed, as always attempting to shift the Fund's assets to higher growth markets and companies.

We appreciate your continued confidence.

Respectfully,
Abel Garcia
Manager, United Science and Technology Fund

COMPARISON OF CHANGE IN VALUE OF \$10,000 INVESTMENT IN
UNITED SCIENCE AND TECHNOLOGY FUND

The line graph which appears here in the paper version was filed on Form SE on February 25, 1994.

SHAREHOLDER SUMMARY

UNITED SCIENCE AND TECHNOLOGY FUND

PORTFOLIO STRATEGY:

Technology-related
stocks

OBJECTIVE: Long-term appreciation
of capital.

Generally at least 80%
in science or technology
securities; may have more
than 20% in debt securities.

STRATEGY: Invests in common
stocks of companies that
are expected to benefit
from scientific or technological
discoveries or developments.

Cash Reserves

The use of cash reserves (often invested
in money market securities) for
defensive purposes is a strategy that
may be utilized by the Science and
Technology Fund from time to time.

Moving into cash reserve positions at
times thought to be near a major stock
market peak allows the Fund the
opportunity to capture profits and
attempts to cushion the impact of market
declines. The added flexibility
provided by our CASH RESERVES STRATEGY
has from time to time been an important
element in our past success and, when
deemed appropriate, may be used in the
management of the portfolio in the

future.

FOUNDED: 1950

DIVIDENDS: PAID SEMIANNUALLY (June and December)

PERFORMANCE SUMMARY

PER SHARE DATA

For the Fiscal Year Ended December 31, 1993

DIVIDENDS PAID \$0.01
=====

CAPITAL GAINS DISTRIBUTION \$1.02
=====

NET ASSET VALUE ON
12/31/93 \$14.83 adjusted to: \$15.85 (A)
12/31/92 14.64

CHANGE PER SHARE \$ 1.21
=====

(A) This number includes the capital gains distribution of \$1.02 paid in December 1993 added to the actual net asset value on December 31, 1993.

Past performance is not necessarily an indication of future results.

TOTAL RETURN HISTORY

Period	Average Annual Total Return	
	With Sales Load*	Without Sales Load**
1-year period ended 12-31-93	2.27%	8.51%
5-year period ended 12-31-93	13.95%	15.31%
10-year period ended 12-31-93	12.94%	13.61%

*Performance data quoted represents past performance and is based on deduction of 5.75% sales load on the initial purchase in each of the three periods.

**Performance data quoted in this column represents past performance without taking into account the sales load deducted on an initial purchase.

Investment return and principal value will fluctuate and an investor's shares, when redeemed, may be worth more or less than their original cost.

PORTFOLIO HIGHLIGHTS

On December 31, 1993, United Science and Technology Fund had net assets totaling \$446,610,640 invested in a diversified portfolio of:

92.31% Common Stocks
6.93% Cash and Cash Equivalents
0.76% Corporate Debt Securities

As a shareholder of United Science and Technology Fund, for every \$100 you had invested on December 31, 1993, your Fund owned:

Technological Stocks	\$57.43
Basic Industries Stocks	15.39
Consumer Stocks	14.10
Cash and Cash Equivalents	6.93
Public Utilities Stocks	3.70
Financial Stocks	1.69
Corporate Debt Securities	0.76

Not all holdings will be represented in the portfolio at all times.

These STOCK CATEGORIES are provided as a reference only. Not all categories or subcategories will be represented in a portfolio at all times. Refer to the following pages for a more detailed portfolio listing.

BASIC INDUSTRIES

Airlines
Automotive
Building
Chemicals Major
Electrical Equipment
Engineering and Construction
Machinery
Manufacturers
Metals and Mining
Multi-Industry
Paper
Precious Metals
Railroad Equipment
Railroads
Shipping
Steel
Tire and Rubber
Trucking

CONSUMER

- Beverages
- Consumer Electronics and Appliances
- Food and Related
- Hospital Management
- Household Products
- Leisure Time
- Packaging and Containers
- Publishing and Advertising
- Retailing
- Services, Consumer and Business
- Textiles and Apparel
- Tobacco

ENERGY AND ENERGY-RELATED

- Canadian Oil
- Coal
- Domestic Oil
- International Oil
- Oil Services
- Propane

FINANCIAL

- Banks and Savings and Loans
- Financial
- Insurance

PUBLIC UTILITIES

- Electric
- Gas
- Pipelines

TECHNOLOGICAL

- Aerospace
- Biotechnology and Medical Services
- Business Machines and Office Equipment
- Chemicals Specialty and Miscellaneous Technology
- Drugs and Hospital Supply
- Electronics
- Telecommunications

THE INVESTMENTS OF UNITED SCIENCE AND TECHNOLOGY FUND
DECEMBER 31, 1993

	Shares	Value
COMMON STOCKS		
Automotive - 6.79%		
Chrysler Corporation	60,000	\$ 3,195,000
General Motors Corporation	135,000	7,408,125

Hayes Wheels International, Inc.	150,000	4,593,750
Standard Products Company (The)	137,500	4,812,500
Superior Industries International, Inc.	240,000	10,320,000
Total		30,329,375
Biotechnology and Medical Services - 2.83%		
Kendall International, Inc.*	85,000	3,899,375
Osteotech, Inc.*	106,500	545,813
Ventritex, Inc.*	210,000	8,216,250
Total		12,661,438
Business Machines and Office Equipment - 24.04%		
BMC Software, Inc.*	155,000	7,401,250
Broderbund Software, Inc.*	164,000	5,699,000
Cerner Corporation*	246,000	10,578,000
Computer Associates International, Inc.	100,000	4,000,000
Creative Technology Ltd.*	50,000	1,575,000
First Data Corporation	200,000	8,150,000
General Motors Corporation, Class E	330,000	9,652,500
Informix Corporation*	700,000	14,700,000
Intuit*	100,000	4,275,000
Micro Focus Group Plc (A)*	150,000	2,215,950
Micro Focus Group Plc, ADR*	75,000	1,115,625
Microchip Technology Incorporated*	30,000	1,166,250
Microsoft Corporation*	95,000	7,659,375
Oracle Systems Corporation*	280,000	8,067,360
Parametric Technology Corporation*	350,000	13,475,000
Pinnacle Micro, Inc.*	150,000	2,718,750
Santa Cruz Operation, Inc.*	60,000	408,720
Synopsys, Inc.*	100,000	4,500,000
Total		107,357,780
Chemicals Major - 1.08%		
Georgia Gulf Corporation*	215,000	4,810,625
Chemicals Specialty and Miscellaneous Technology - 1.28%		
Crompton & Knowles Corporation	260,000	5,720,000
Consumer Electronics and Appliances - 0.45%		
Rival Company (The)	100,000	2,018,700

See Notes to Schedules of Investments on page 39.

THE INVESTMENTS OF UNITED SCIENCE AND TECHNOLOGY FUND
DECEMBER 31, 1993

Shares Value

COMMON STOCKS (Continued)

Drugs and Hospital Supply - 4.36%

Perrigo Company*	200,000	\$ 6,825,000
Roche Holdings AG (A)	3,000	12,661,290
Total		19,486,290

Electrical Equipment - 1.41%

General Electric Company	60,000	6,292,500
--------------------------	--------	-----------

Electronics - 17.00%

Advanced Technology Materials Inc.*	127,500	772,905
Applied Materials, Inc.*	380,000	14,820,000
Atmel Corporation*	115,000	3,967,500
cisco Systems, Inc.*	360,000	23,265,000
IDB Communications Group, Inc.*	110,000	6,022,500
Intel Corporation	100,000	6,212,500
Lam Research*	125,000	4,046,875
Motorola, Inc.	40,000	3,695,000
Quickturn System Inc.*	77,500	959,063
Standard Microsystems Corporation*	25,000	537,500
Summa Four, Inc.*	72,200	2,833,850
Wellfleet Communications, Inc.*	40,000	2,575,000
Xilinx, Inc.*	131,000	6,222,500
Total		75,930,193

Hospital Management - 5.25%

TakeCare, Inc.*	145,000	8,283,125
United HealthCare Corporation	200,000	15,175,000
Total		23,458,125

Household Products - 0.58%

ADESA Corporation	140,000	2,572,500
-------------------	---------	-----------

Insurance - 1.69%

Insurance Auto Auctions, Inc.*	165,000	6,043,125
Valence Technology Inc.*	100,000	1,500,000
Total		7,543,125

Leisure Time - 3.18%

ANTEC Corporation*	100,000	2,450,000
Comcast Corporation, Class A	100,000	3,625,000
Grupo Televisa S.A. de C.V. (A)	120,000	4,180,200
Iwerks Entertainment, Inc.*	30,000	791,250
SPI Holdings Inc., Class B*	350,000	3,150,000
Total		14,196,450

See Notes to Schedules of Investments on page 39.

THE INVESTMENTS OF UNITED SCIENCE AND TECHNOLOGY FUND
 DECEMBER 31, 1993

	Shares	Value
COMMON STOCKS (Continued)		
Machinery - 5.04%		
Cognex Corporation*	260,000	\$ 3,737,500
Deere & Company	85,000	6,290,000
Illinois Tool Works Inc.	100,000	3,900,000
Parker Hannifin Corporation	90,000	3,397,500
Trinova Corporation	165,000	5,176,875
Total		22,501,875
Paper - 1.07%		
Union Camp Corporation	100,000	4,762,500
Public Utilities - Electric - 3.70%		
Detroit Edison Company	200,000	6,000,000
L G & E Energy Corp.	100,000	4,050,000
Northern States Power Company	150,000	6,468,750
Total		16,518,750
Publishing and Advertising - 1.03%		
Centros Comerciales Pryca, S.A. (A) ...	150,000	1,980,300
Pilkington PLC (A)	1,000,000	2,629,000
Total		4,609,300
Retailing - 1.01%		
Wal-Mart Stores, Inc.	180,000	4,500,000
Services, Consumer and Business - 2.60%		
CUC International Inc.*	322,500	11,610,000
Telecommunications - 7.92%		
DSC Communications Corporation*	50,000	3,071,850
General Instrument Corporation*	65,000	3,648,125
Glenayre Technologies, Inc.	160,000	6,900,000
MCI Communications Corporation	170,000	4,791,790
MFS Communications Company, Inc.*	130,000	4,241,250
Rogers Cantel Mobile Communications Inc.*	200,000	5,387,400
Telefonaktiebolaget LM Ericsson, Class B, ADR	110,000	4,427,500
Vanguard Cellular Systems, Inc.*	100,000	2,900,000
Total		35,367,915
TOTAL COMMON STOCKS - 92.31%		\$412,247,441
(Cost: \$257,113,541)		

THE INVESTMENTS OF UNITED SCIENCE AND TECHNOLOGY FUND
DECEMBER 31, 1993

	Principal Amount in Thousands	Value
CORPORATE DEBT SECURITIES		
Electronics - 0.10%		
IDB Communications Group, Inc., 5.0%, 8-15-2003	\$ 375	\$ 435,000
Financial - 0.44%		
American Express Company, 6.25%, 10-15-96	1,838	1,987,495
Hospital Management - 0.22%		
Vencor, Incorporated, 6.0%, 10-1-2002	1,000	992,500
TOTAL CORPORATE DEBT SECURITIES - 0.76%		\$ 3,414,995
(Cost: \$3,212,500)		
SHORT-TERM SECURITIES		
Banks and Savings and Loans - 0.96%		
Credit Lyonnais N.A. Inc., 3.34%, 1-4-94	3,600	3,598,998
U.S. Bancorp, Master Note	700	700,000
Total		4,298,998
Beverages - 0.40%		
PepsiCo, Inc., 3.29%, 1-21-94	1,800	1,796,710
Financial - 3.03%		
Associates Corporation of North America, Master Note	6,460	6,460,000
Merrill Lynch & Co., Inc., 3.32%, 1-13-94	100	99,889
Textron Financial Corp., 3.57%, 1-19-94	1,000	998,215
Transamerica Finance Corp., 3.35%, 1-28-94	6,000	5,984,925
Total		13,543,029
Food and Related - 1.60%		
Heinz (H.J.) Company,		

3.29%, 1-24-94	6,800	6,785,707
Sara Lee Corporation,		
Master Note	340	340,000
Total		7,125,707
Public Utilities - Electric - 0.50%		
Houston Industries Inc.,		
3.45%, 1-14-94	2,250	2,247,197

See Notes to Schedules of Investments on page 39.

THE INVESTMENTS OF UNITED SCIENCE AND TECHNOLOGY FUND
DECEMBER 31, 1993

	Principal Amount in Thousands	Value
SHORT-TERM SECURITIES (Continued)		
Public Utilities - Gas - 0.34%		
Northern Illinois Gas Co.,		
3.18%, 1-7-94	\$ 1,500	\$ 1,499,205
Retailing - 0.50%		
K Mart Corporation,		
3.3%, 1-24-94	2,250	2,245,256
TOTAL SHORT-TERM SECURITIES - 7.33%		\$ 32,756,102
(Cost: \$32,756,102)		
TOTAL INVESTMENT SECURITIES - 100.40%		\$448,418,538
(Cost: \$293,082,143)		
LIABILITIES, NET OF CASH AND OTHER ASSETS - (0.40%)		(1,807,898)
NET ASSETS - 100.00%		\$446,610,640

See Notes to Schedules of Investments on page .

Notes to Schedules of Investments

(A) Listed on an exchange outside the United States.

*No income dividends were paid during the preceding 12 months.

See Note 1 to financial statements for security valuation and other significant accounting policies concerning investments.

See Note 3 to financial statements for cost and unrealized appreciation and depreciation of investments owned for Federal income tax purposes.

UNITED FUNDS, INC.

STATEMENT OF ASSETS AND LIABILITIES

DECEMBER 31, 1993	United Bond Fund	United Income Fund	United Accumulative Fund	United Science and Technology Fund
Assets				
Investment securities -- at value (Notes 1 and 3)	\$636,484,083	\$3,056,275,654	\$1,040,775,445	\$448,418,538
Cash	21,560	72,071	14,500	46,598
Receivables:				
Dividends and interest 469,358		9,332,893	5,906,855	872,470
Fund shares sold ..	1,158,824	4,054,389	571,185	517,031
Investment securities sold	---	3,473,959	---	---
Prepaid insurance premium	20,913	67,422	41,444	13,797
Total assets	647,018,273	3,069,850,350	1,042,275,044	449,465,322
Liabilities				
Payable for Fund shares redeemed ...	5,115,255	8,646,931	8,132,549	1,954,047
Accrued service fee .	117,930	539,819	172,654	78,610
Payable for investment securities purchased 677,500		---	---	---
Accrued transfer agency and dividend disbursing	64,036	330,904	100,500	77,611
Accrued accounting services fee.....	5,833	8,333	8,333	5,000
Other	47,088	251,087	86,710	61,914
Total liabilities	5,350,142	9,777,074	8,500,746	2,854,682
Total net assets	\$641,668,131	\$3,060,073,276	\$1,033,774,298	\$446,610,640
Net Assets				
\$1.00 par value capital stock				
Capital stock	\$100,455,536	\$ 123,543,428	\$ 143,744,364	\$ 30,113,520
Additional paid-in capital	529,868,917	1,898,743,048	854,945,922	263,080,692
Accumulated undistributed income(loss):				
Accumulated undistributed net investment income	310,713	720,855	454,363	103,749
Accumulated undistributed net				

realized gain (loss) on investment transactions	1,818,716	6,762,016	(3,112,293)	(2,023,716)
Net unrealized appreciation of investments at end of period	9,214,249	1,030,303,929	37,741,942	155,336,395

Net assets applicable to outstanding units of capital	\$641,668,131	\$3,060,073,276	\$1,033,774,298	\$446,610,640
---	---------------	-----------------	-----------------	---------------

Net asset value per share (net assets divided by shares outstanding)	\$6.39	\$24.77	\$7.19	\$14.83
Sales load (offering price X 5.75%) .....	.39	1.51	.44	.90
Offering price per share (net asset value divided by 94.25%)	\$6.78	\$26.28	\$7.63	\$15.73
Capital shares outstanding	100,455,536	123,543,428	143,744,364	30,113,520
Capital shares authorized	260,000,000	300,000,000	340,000,000	100,000,000

On sales of \$100,000 or more the sales load is reduced as set forth in the Prospectus.
See notes to financial statements.

UNITED FUNDS, INC.
STATEMENT OF OPERATIONS
For the Fiscal Year Ended DECEMBER 31, 1993

	United Bond Fund	United Income Fund	United Accumulative Fund	United Science and Technology Fund
Investment Income				
Income:				
Dividends	\$ ---	\$ 51,680,226	\$13,332,161	\$ 2,050,080
Interest	42,809,303	14,164,531	6,876,726	2,004,864
Total income	42,809,303	65,844,757	20,208,887	4,054,944
Expenses (Note 2):				
Investment management fee ...	2,833,151	13,089,827	4,776,064	2,598,347
Transfer agency and dividend disbursing		844,833	3,736,787	1,092,567
849,529				

Service fee	141,574	666,545	211,828	101,879
Custodian fees	50,794	336,818	166,981	56,911
Accounting services fee	70,000	100,000	98,750	60,000
Audit fees	24,849	71,837	33,450	19,498
Legal fees	13,027	44,505	27,866	8,170
Other	127,909	500,322	169,904	114,908
	-----	-----	-----	-----
Total expenses ..	4,106,137	18,546,641	6,577,410	3,809,242
	-----	-----	-----	-----
Net investment income	38,703,166	47,298,116	13,631,477	245,702
	-----	-----	-----	-----
Realized and Unrealized Gain (Loss) on Investments				
Realized net gain on investments	42,273,683	72,262,232	99,077,252	19,831,519
Unrealized appreciation (depreciation) in value of investments during the period..	(4,437,167)	297,996,504	(24,457,177)	14,872,734
	-----	-----	-----	-----
Net gain on investments	37,836,516	370,258,736	74,620,075	34,704,253
	-----	-----	-----	-----
Net increase in net assets resulting from operations.	\$76,539,682	\$417,556,852	\$88,251,552	\$34,949,955
	=====	=====	=====	=====

See notes to financial statements.

UNITED FUNDS, INC.

STATEMENT OF CHANGES IN NET ASSETS

For the Fiscal Year Ended DECEMBER 31, 1993

	United Bond Fund	United Income Fund	United Accumulative Fund	United Science and Technology Fund
	-----	-----	-----	-----
Increase in Net Assets				
Operations:				
Net investment income		\$ 38,703,166	\$ 47,298,116	\$ 13,631,477
\$ 245,702				
Realized net gain on investments ..	42,273,683	72,262,232	99,077,252	19,831,519
Unrealized appreciation (depreciation) ..	(4,437,167)	297,996,504	(24,457,177)	14,872,734
	-----	-----	-----	-----
Net increase in net				

assets resulting from operations.	76,539,682	417,556,852	88,251,552	34,949,955

Dividends to shareholders:*				
From net investment income	(38,417,817)	(47,391,411)	(14,057,190)	(289,842)
From realized net gain on investment transactions	(31,560,821)	(47,069,010)	(107,396,676)	(26,791,116)
In excess of realized net gain from investment transactions	---	---	(3,112,293)	(2,023,716)
.....	(69,978,638)	(94,460,421)	(124,566,159)	(29,104,674)

Capital share transactions**.....	45,161,486	199,815,817	77,165,152	11,958,973

Total increase	51,722,530	522,912,248	40,850,545	17,804,254
Net Assets				
Beginning of period	589,945,601	2,537,161,028	992,923,753	428,806,386

End of period	\$641,668,131	\$3,060,073,276	\$1,033,774,298	\$446,610,640
=====				
Undistributed net investment income	\$310,713	\$720,855	\$454,363	\$103,749
	=====	=====	=====	=====
*See "Financial Highlights" on pages 44-47.				
**Shares issued from sale of shares	10,823,257	15,138,889	8,005,063	2,391,048
Shares issued from reinvestment of dividends dividends and/or distributions	9,135,589	3,568,938	16,395,920	1,897,450
Shares redeemed	(13,016,181)	(10,230,919)	(13,035,089)	(3,465,411)

Increase in outstanding capital shares	6,942,665	8,476,908	11,365,894	823,087
=====				
Value issued from sale of shares.....	\$72,085,126	\$354,349,326	\$ 61,908,432	\$34,447,164
Value issued from reinvestment of dividends dividends and/or distributions	59,457,945	85,633,675	116,166,594	27,467,139
Value redeemed	(86,381,585)	(240,167,184)	(100,909,874)	(49,955,330)

Increase in outstanding capital	\$45,161,486	\$199,815,817	\$ 77,165,152	\$11,958,973

UNITED FUNDS, INC.

STATEMENT OF CHANGES IN NET ASSETS

For the Fiscal Year Ended DECEMBER 31, 1992

	United Bond Fund	United Income Fund	United Accumulative Fund	United Science and Technology Fund
Increase in Net Assets				
Operations:				
Net investment				
income	\$ 40,237,323	\$ 50,479,790	\$ 19,762,339	\$ 933,927
Realized net gain				
on investments ..	21,422,845	20,047,357	52,249,568	7,054,052
Unrealized				
appreciation				
(depreciation) ..	(20,856,292)	196,241,900	53,132,957	(22,885,513)
Net increase (decrease)				
in net assets				
resulting from				
operations.....	40,803,876	266,769,047	125,144,864	(14,897,534)
Dividends to				
shareholders from:*				
Net investment income		(40,699,367)	(50,369,748)	(19,168,674)
(947,911)				
Realized net gain				
on investment				
transactions	---	(39,110,054)	(61,762,288)	(3,540,877)
.....	(40,699,367)	(89,479,802)	(80,930,962)	(4,488,788)
Capital share				
transactions**	65,437,125	208,885,817	44,074,916	42,813,031
Total increase	65,541,634	386,175,062	88,288,818	23,426,709
Net Assets				
Beginning of period	524,403,967	2,150,985,966	904,634,935	405,379,677
End of period	\$589,945,601	\$2,537,161,028	\$992,923,753	\$428,806,386
Undistributed net investment				
income	\$25,364	\$814,150	\$880,076	\$147,889

*See "Financial Highlights" on pages 44-47.

**Shares issued from sale

of shares.....	17,482,760	15,872,640	6,974,607	5,038,057
Shares issued from				

reinvestment of dividends and/or capital gains distributions	5,232,824	3,706,114	10,083,013	292,379
Shares redeemed	(12,206,683)	(9,762,859)	(11,199,087)	(2,326,876)

Increase in outstanding capital shares	10,508,901	9,815,895	5,858,533	3,003,560
=====				
Value issued from sale of shares.....	\$108,793,491	\$334,825,656	\$51,857,594	\$70,977,017
Value issued from reinvestment of dividends and/or capital gains distributions	32,474,091	79,889,015	75,225,480	4,176,680
Value redeemed	(75,830,457)	(205,828,854)	(83,008,158)	(32,340,666)

Increase in outstanding capital	\$ 65,437,125	\$208,885,817	\$44,074,916	\$42,813,031
=====				

See notes to financial statements.

FINANCIAL HIGHLIGHTS OF
UNITED BOND FUND

For a Share of Capital Stock Outstanding Throughout Each Period:

	For the fiscal year ended December 31,				
	1993	1992	1991	1990	1989
	-----	-----	-----	-----	-----
Net asset value, beginning of period	\$6.31	\$6.32	\$5.80	\$6.07	\$6.03
Income from investment operations:					
Net investment income	.41	.45	.47	.50	.55
Net realized and unrealized gain (loss) on investments .....	.41	.00	.56	(0.26)	.07

Total from investment operations .....	.82	.45	1.03	.24	.62

Less distributions:					
Dividends from net investment income	(0.41)	(0.46)	(0.47)	(0.50)	(0.56)
Distribution from capital gains ...	(0.33)	(0.00)	(0.04)	(0.01)	(0.02)

Total distributions	(0.74)	(0.46)	(0.51)	(0.51)	(0.58)
	-----	-----	-----	-----	-----
Net asset value, end of period	\$6.39	\$6.31	\$6.32	\$5.80	\$6.07
	=====	=====	=====	=====	=====
Total return*	13.19%	7.50%	18.78%	4.24%	10.61%
Net assets, end of period (000 omitted)	\$641,668	\$589,946	\$524,404	\$439,487	\$403,010
Ratio of expenses to average net assets	0.65%	0.64%	0.65%	0.67%	0.64%
Ratio of net investment income to average net assets	6.14%	7.29%	7.96%	8.54%	8.97%
Portfolio turnover rate	175.39%	115.17%	318.76%	294.66%	353.57%

*Total return calculated without taking into account the sales load deducted on an initial purchase.

See notes to financial statements.

FINANCIAL HIGHLIGHTS OF UNITED INCOME FUND

For a Share of Capital Stock Outstanding Throughout Each Period:

	For the fiscal year ended December 31,				
	1993	1992	1991	1990	1989
	-----	-----	-----	-----	-----
Net asset value, beginning of period	\$22.05	\$20.44	\$16.46	\$18.69	\$16.76
	-----	-----	-----	-----	-----
Income from investment operations:					
Net investment income	.40	.46	.51	.61	.65
Net realized and unrealized gain (loss) on investments	3.11	1.96	4.29	(1.61)	3.89
	-----	-----	-----	-----	-----
Total from investment operations	3.51	2.42	4.80	(1.00)	4.54
	-----	-----	-----	-----	-----
Less distributions:					
Dividends from net investment income	(0.40)	(0.46)	(0.53)	(0.63)	(0.65)
Distribution from capital gains ...	(0.39)	(0.35)	(0.29)	(0.60)	(1.96)
	-----	-----	-----	-----	-----
Total distributions	(0.79)	(0.81)	(0.82)	(1.23)	(2.61)

Net asset value, end of period	\$24.77	\$22.05	\$20.44	\$16.46	\$18.69	
Total return*	16.05%	11.96%	29.64%	-5.45%	27.49%	
Net assets, end of period (000 omitted)	\$3,060,073	\$2,537,161	\$2,150,986	\$1,578,543		\$1,550,387
Ratio of expenses to average net assets	0.66%	0.65%	0.66%	0.68%	0.64%	
Ratio of net investment income to average net assets	1.70%	2.19%	2.71%	3.44%	3.41%	
Portfolio turnover rate	21.70%	19.25%	24.68%	30.94%	60.77%	

*Total return calculated without taking into account the sales load deducted on an initial purchase.

See notes to financial statements.

FINANCIAL HIGHLIGHTS OF
UNITED ACCUMULATIVE FUND

For a Share of Capital Stock Outstanding Throughout Each Period:

	For the fiscal year ended December 31,				
	1993	1992	1991	1990	1989
Net asset value, beginning of period	\$7.50	\$7.15	\$6.03	\$7.12	\$6.43
Income from investment operations:					
Net investment income	.11	.16	.19	.28	.31
Net realized and unrealized gain (loss) on investments .....	.55	.85	1.22	(0.99)	1.43
Total from investment operations .....	.66	1.01	1.41	(0.71)	1.74
Less distributions:					
Dividends from net investment income	(0.11)	(0.16)	(0.20)	(0.29)	(0.29)
Distribution from capital gains ...	(0.84)	(0.50)	(0.09)	(0.09)	(0.76)
Distribution in excess of capital gains	(0.02)	(0.00)	(0.00)	(0.00)	(0.00)

Total distributions	(0.97)	(0.66)	(0.29)	(0.38)	(1.05)
	-----	-----	-----	-----	-----
Net asset value, end of period	\$7.19	\$7.50	\$7.15	\$6.03	\$7.12
	=====	=====	=====	=====	=====
Total return*	9.06%	14.20%	23.68%	-10.17%	27.56%
Net assets, end of period (000 omitted)	\$1,033,774	\$992,924	\$904,635	\$767,218	\$877,109
Ratio of expenses to average net assets	0.65%	0.62%	0.63%	0.64%	0.60%
Ratio of net investment income to average net assets	1.34%	2.13%	2.79%	4.12%	4.19%
Portfolio turnover rate	230.29%	194.41%	241.11%	288.64%	338.24%

*Total return calculated without taking into account the sales load deducted on an initial purchase.

See notes to financial statements.

FINANCIAL HIGHLIGHTS OF
UNITED SCIENCE AND TECHNOLOGY FUND
For a Share of Capital Stock Outstanding Throughout Each Period:

	For the fiscal year ended December 31,				
	1993	1992	1991	1990	1989
	-----	-----	-----	-----	-----
Net asset value, beginning of period	\$14.64	\$15.42	\$10.27	\$11.72	\$ 9.91
	-----	-----	-----	-----	-----
Income from investment operations:					
Net investment income	.01	.03	.10	.24	.20
Net realized and unrealized gain (loss) on investments	1.21	(0.66)	5.90	(0.65)	2.50
	-----	-----	-----	-----	-----
Total from investment operations	1.22	(0.63)	6.00	(0.41)	2.70
	-----	-----	-----	-----	-----
Less distributions:					
Dividends from net investment income	(0.01)	(0.03)	(0.10)	(0.25)	(0.19)
Distribution from capital gains ...	(0.95)	(0.12)	(0.75)	(0.79)	(0.70)
Distribution in excess of capital gains	(0.07)	(0.00)	(0.00)	(0.00)	(0.00)

Total distributions	(1.03)	(0.15)	(0.85)	(1.04)	(0.89)
Net asset value, end of period	\$14.83	\$14.64	\$15.42	\$10.27	\$11.72
Total return*	8.51%	-4.03%	59.25%	-3.51%	27.40%
Net assets, end of period (000 omitted)	\$446,611	\$428,806	\$405,380	\$239,077	\$247,584
Ratio of expenses to average net assets	0.91%	0.87%	0.85%	0.90%	0.84%
Ratio of net investment income to average net assets	0.06%	0.24%	0.75%	2.06%	1.73%
Portfolio turnover rate	68.38%	45.79%	59.24%	63.86%	83.19%

*Total return calculated without taking into account the sales load deducted on an initial purchase.

See notes to financial statements.

UNITED FUNDS, INC.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 1993

NOTE 1 -- Significant Accounting Policies

United Funds, Inc. (the "Corporation") is registered under the Investment Company Act of 1940 as a diversified, open-end management investment company. The Corporation issues four classes of capital shares; each class represents ownership of a separate mutual fund. The assets belonging to each Fund are held separately by the Custodian. The capital shares of each Fund represent a pro rata beneficial interest in the principal, net income and realized and unrealized capital gains or losses of its respective investments and other assets. The following is a summary of significant accounting policies consistently followed by the Corporation in the preparation of its financial statements. The policies are in conformity with generally accepted accounting principles.

- A. Security valuation -- Each stock and convertible bond is valued at the latest sale price thereof on the last business day of the fiscal period as reported by the principal securities exchange on which the issue is traded or, if no sale is reported for a stock, the average of the latest bid and asked prices. Bonds, other than convertible bonds, are valued using a pricing system provided by a major dealer in bonds. Convertible bonds are valued using this pricing system only on days when there is no sale reported. Stocks which are traded over-the-counter are priced using NASDAQ (National Association of Securities Dealers Automated Quotations) which

provides information on bid and asked or closing prices quoted by major dealers in such stocks. Securities for which quotations are not readily available are valued as determined in good faith in accordance with procedures established by and under the general supervision of the Corporation's Board of Directors. Short-term debt securities are valued at amortized cost, which approximates market.

- B. Security transactions and related investment income -- Security transactions are accounted for on the trade date (date the order to buy or sell is executed). Securities gains and losses are calculated on the identified cost basis. Original issue discount (as defined in the Internal Revenue Code), premiums on the purchase of bonds and post-1984 market discount are amortized for both financial and tax reporting purposes over the remaining lives of the bonds. Dividend income is recorded on the ex-dividend date. Interest income is recorded on the accrual basis. See Note 3 -- Investment Securities Transactions.
- C. Federal income taxes -- It is the Corporation's policy to distribute all of its taxable income and capital gains to its shareholders and otherwise qualify as a regulated investment company under the Internal Revenue Code. In addition, the Corporation intends to pay distributions as required to avoid imposition of excise tax. Accordingly, provision has not been made for Federal income taxes. See Note 4 -- Federal Income Tax Matters.
- D. Dividends and distributions -- Dividends and distributions to shareholders are recorded by each Fund on the record date. During the twelve months ended December 31, 1993, 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, permanent book and tax basis differences relating to future shareholder distributions have been reclassified to additional paid-in capital. As of January 1, 1993, the cumulative effect of such differences was reclassified from accumulated undistributed net realized gain on investment transactions to additional paid-in capital as follows:

United Bond Fund	\$(28,709,089)
United Income Fund	5,236,411
United Accumulative Fund	(1,305,150)
United Science and Technology Fund	977,095

Additionally, certain distributions have been reclassified in the Statement of Changes in Net Assets to better disclose the differences between financial statement amounts and distributions determined in accordance with income tax regulations. Net investment income, net realized gains and net assets were not affected by this change.

NOTE 2 -- Investment Management And Payments To Affiliated Persons

The Fund pays a fee for investment management services. The fee is computed daily based on the net asset value at the close of business. The fee consists of two elements: (i) a "Specific" fee computed on net asset value as of

the close of business each day at the annual rate of .03% of net assets for United Bond Fund, .05% of net assets for United Income Fund and United Accumulative Fund, and .20% for United Science and Technology Fund; and (ii) a "Group" fee computed each day on the combined net asset values of all of the funds in the United Group of mutual funds (approximately \$11.1 billion of combined net assets at December 31, 1993) at annual rates of .51% of the first \$750 million of combined net assets, .49% on that amount between \$750 million and \$1.5 billion, .47% between \$1.5 billion and \$2.25 billion, .45% between \$2.25 billion and \$3 billion, .43% between \$3 billion and \$3.75 billion, .40% between \$3.75 billion and \$7.5 billion, .38% between \$7.5 billion and \$12 billion, and .36% of that amount over \$12 billion. The Fund accrues and pays this fee daily.

Pursuant to assignment of the Investment Management Agreement between the Corporation and Waddell & Reed, Inc. ("W&R"), Waddell & Reed Investment Management Company ("WRIMCO"), a wholly-owned subsidiary of W&R, serves as the Corporation's investment manager.

The Corporation has an Accounting Services Agreement with Waddell & Reed Services Company ("WARSCO"), a wholly-owned subsidiary of W&R. Under the agreement, WARSCO acts as the agent in providing accounting services and assistance to the Corporation and pricing daily the value of shares of the Corporation. For these services, each of the four Funds pays WARSCO a monthly fee of one-twelfth of the annual fee shown in the following table.

Average		Annual Fee
Net Asset Level		Rate for Each Fund
(all dollars in millions)		
-----		-----
From \$	0 to \$ 10	\$ 0
From \$	10 to \$ 25	\$ 10,000
From \$	25 to \$ 50	\$ 20,000
From \$	50 to \$ 100	\$ 30,000
From \$	100 to \$ 200	\$ 40,000
From \$	200 to \$ 350	\$ 50,000
From \$	350 to \$ 550	\$ 60,000
From \$	550 to \$ 750	\$ 70,000
From \$	750 to \$1,000	\$ 85,000
	\$1,000 and Over	\$100,000

The Corporation also pays WARSCO a per account charge for transfer agency and dividend disbursement services of \$1.0208 for each shareholder account which was in existence at any time during the prior month, plus \$0.30 for each account on which a dividend or distribution of cash or shares had a record date in that month. The Corporation also reimburses W&R and WARSCO for certain out-of-pocket costs.

As principal underwriter for the Corporation's shares, W&R received direct and indirect gross sales commissions (which are not an expense of the Corporation) of \$23,716,003, out of which W&R paid sales commissions of

\$13,156,376 and all expenses in connection with the sale of the Corporation's shares, except for registration fees and related expenses.

On September 28, 1993, shareholders of the Fund approved the adoption of a 12b-1 Service Plan with a maximum fee of .25%. The Plan went into effect October 1, 1993.

The Corporation paid Directors' fees of \$184,976.

W&R is an indirect subsidiary of Torchmark Corporation, a holding company, and United Investors Management Company, a holding company, and a direct subsidiary of Waddell & Reed Financial Services, Inc., a holding company.

NOTE 3 -- Investment Securities Transactions

Investment securities transactions for the period ended December 31, 1993 are summarized as follows:

	United Bond Fund	United Income Fund	United Accumulative Fund	United Science and Technology Fund
	-----	-----	-----	-----
Purchases of investment securities, excluding short-term and U.S. Government securities	\$772,224,082	\$842,027,861	\$1,919,573,087	\$261,362,421
Purchases of U.S. Government securities	275,773,051	11,461,719	---	---
Purchases of short-term securities	631,608,324	1,430,815,257	2,070,112,359	512,029,023
Proceeds from maturities and sales of investment securities, excluding short-term and U.S. Government securities	634,959,873	515,220,114	1,857,983,221	247,801,169
Proceeds from maturities and sales of U.S. Government securities	400,818,383	59,670,000	---	---
Proceeds from maturities and sales of short-term securities	625,556,063	1,553,332,778	2,176,307,288	542,103,588
Realized gain on U.S. Government securities	11,897,226	8,133,087	---	---

For Federal income tax purposes, cost of investments owned at December 31, 1993 and the related appreciation (depreciation) were as follows:

	Cost	Appreciation	Depreciation	Aggregate Appreciation
	-----	-----	-----	-----
United Bond Fund	\$627,269,834	\$14,505,379	\$(5,291,130)	\$9,214,249

United Income Fund	2,025,971,725	1,060,313,925	(30,009,996)	1,030,303,929
United Accumulative Fund	1,003,884,052	72,749,735	(35,858,342)	36,891,393
United Science and Technology Fund	293,500,010	161,864,485	(6,945,957)	154,918,528

NOTE 4 -- Federal Income Tax Matters

The Corporation's income and expenses attributed to each Fund and the gains and losses on security transactions of each Fund have been attributed to that Fund for Federal income tax purposes as well as for accounting purposes. For Federal income tax purposes, United Income Fund, United Accumulative Fund and United Science and Technology Fund realized capital gain net income of \$53,914,906, \$102,177,031 and \$21,770,561, respectively, during the year ended December 31, 1993. A portion of the capital gain net income was paid to shareholders during the year ended December 31, 1993. For Federal income tax purposes, United Bond Fund realized capital gain net income in the amount of \$41,552,432 during the year ended December 31, 1993. This capital gain net income was partially offset by utilization of all available capital loss carryovers resulting in distributable capital gains of \$33,322,306. A portion of the capital gain net income was paid to shareholders during the year ended December 31, 1993. Remaining capital gain net income will be distributed to each Fund's shareholders.

Internal Revenue Code regulations permit each Fund to defer into its next fiscal year net capital losses incurred between each November 1 and the end of its fiscal year ("post-October losses"). From November 1, 1993 through December 31, 1993, United Accumulative Fund and United Science and Technology Fund incurred net capital losses of \$2,287,546 and \$1,521,176, respectively, which have been deferred to the fiscal year ending December 31, 1994.

REPORT OF INDEPENDENT ACCOUNTANTS

To the Board of Directors and Shareholders of
United Funds, Inc.

In our opinion, the accompanying statement of assets and liabilities, including the schedules of investments, and the related statements of operations and of changes in net assets and the financial highlights present fairly, in all material respects, the financial position of each of the four mutual funds (United Bond Fund, United Income Fund, United Accumulative Fund and United Science and Technology Fund) comprising United Funds, Inc. (hereafter referred to as the "Corporation") at December 31, 1993, the results of its operations for the year then ended and the changes in its net assets and the financial highlights for the periods indicated, in conformity with generally accepted accounting principles. These financial statements and financial highlights (hereafter referred to as "financial statements") are the responsibility of the Corporation's management; our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits of these

financial statements in accordance with generally accepted auditing standards which require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, and evaluating the overall financial statement presentation. We believe that our audits, which included confirmation of securities at December 31, 1993 by correspondence with the custodian and brokers and the application of alternative auditing procedures where confirmations from brokers were not received, provide a reasonable basis for the opinion expressed above.

PRICE WATERHOUSE
 Kansas City, Missouri
 January 31, 1994

INCOME TAX INFORMATION

The amounts of the dividends and long-term capital gains below, multiplied by the number of shares owned by you on the record dates, will give you the total amounts to be reported in your 1993 Federal income tax return.

PER-SHARE AMOUNTS REPORTABLE AS:

Record Date	For Individuals				For Corporations	
	Ordinary Income	Long-Term Capital Gain	Qualifying Dividend	Non-Qualifying Dividend	Long-Term Capital Gain	Non-Long-Term Capital Gain
United Bond Fund						
01-15-93	\$0.0340	\$0.0340	\$0.0000	\$0.0000	\$0.0340	\$0.0000
02-12-93	0.0340	.0340	.0000	.0000	.0340	.0000
03-12-93	0.0340	.0340	.0000	.0000	.0340	.0000
04-16-93	0.0340	.0340	.0000	.0000	.0340	.0000
05-14-93	0.0340	.0340	.0000	.0000	.0340	.0000
06-11-93	0.0340	.0340	.0000	.0000	.0340	.0000
07-16-93	0.0340	.0340	.0000	.0000	.0340	.0000
08-13-93	0.0340	.0340	.0000	.0000	.0340	.0000
09-17-93	0.0340	.0340	.0000	.0000	.0340	.0000
10-15-93	0.0340	.0340	.0000	.0000	.0340	.0000
11-12-93	0.0340	.0340	.0000	.0000	.0340	.0000
12-17-93	0.3620	.1820	.1800	.0000	.1820	.1800
	-----	-----	-----	-----	-----	-----
	\$0.7360	\$0.5560	\$0.1800	\$0.0000	\$0.5560	\$0.1800
	=====	=====	=====	=====	=====	=====
United Income Fund						
03-12-93	\$0.1000	\$0.1000	\$0.0000	\$0.0998	\$0.0002	\$0.0000

06-11-93	0.1000	.1000	.0000	.1000	.0000	.0000
09-17-93	0.1000	.1000	.0000	.1000	.0000	.0000
12-17-93	0.4860	.0976	.3884	.0976	.0000	.3884
-----	-----	-----	-----	-----	-----	-----
	\$0.7860	\$0.3976	\$0.3884	\$0.3974	\$0.0002	\$0.3884
	=====	=====	=====	=====	=====	=====
United Accumulative Fund						
06-11-93	\$0.0600	\$0.0600	\$0.0000	\$0.0546	\$0.0054	\$0.0000
12-17-93	0.9080	.8145	.0935	.0440	.7705	.0935
-----	-----	-----	-----	-----	-----	-----
	\$0.9680	\$0.8745	\$0.0935	\$0.0986	\$0.7759	\$0.0935
	=====	=====	=====	=====	=====	=====
United Science and Technology Fund						
06-11-93	\$0.0100	\$0.0100	\$0.0000	\$0.0100	\$0.0000	\$0.0000
12-17-93	1.0200	.0000	1.0200	.0000	.0000	1.0200
-----	-----	-----	-----	-----	-----	-----
	\$1.0300	\$0.0100	\$1.0200	\$0.0100	\$0.0000	\$1.0200
	=====	=====	=====	=====	=====	=====

CORPORATION DEDUCTIONS -- Under Federal tax law, the amounts reportable as Qualifying Dividends are eligible for the dividends received deduction in the year received as provided by Section 243 of the Internal Revenue Code.

Shareholders are advised to consult with their tax advisor concerning the tax treatment of dividends and distributions from the Fund.

To all IRA Planholders:

As required by law, income tax will automatically be withheld from any distribution or withdrawal from an IRA unless you make a written election not to have taxes withheld. The election may be made by submitting forms provided by Waddell & Reed, Inc. which can be obtained from your Waddell & Reed representative or by submitting Internal Revenue Service form W-4P. Once made, an election can be revoked by providing written notice to Waddell & Reed, Inc. If you elect not to have tax withheld you may be required to make payments of estimated tax. Penalties may be imposed by the IRS if withholding and estimated tax payments are not adequate.

DIRECTORS

Ronald K. Richey, Birmingham, Alabama, Chairman of the Board
Henry L. Bellmon, Red Rock, Oklahoma
Dodds I. Buchanan, Boulder, Colorado
Jay B. Dillingham, Kansas City, Missouri
John F. Hayes, Hutchinson, Kansas
Glendon E. Johnson, Miami, Florida
William T. Morgan, Los Angeles, California
Doyle Patterson, Kansas City, Missouri
Keith A. Tucker, Overland Park, Kansas
Frederick Vogel, III, Milwaukee, Wisconsin
Paul S. Wise, Carefree, Arizona

Leslie S. Wright, Birmingham, Alabama

OFFICERS

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Abel Garcia, Vice President
Robert L. Hechler, Vice President
Henry J. Herrmann, Vice President
John M. Holliday, Vice President
Theodore W. Howard, Vice President and Treasurer
Antonio Intagliata, Vice President
Rodney O. McWhinney, Vice President
Sharon K. Pappas, Vice President and Secretary
Carl E. Sturgeon, Vice President
Russell E. Thompson, Vice President

This report is submitted for the general information of the shareholders of United Funds, Inc. It is not authorized for distribution to prospective investors unless accompanied with or preceded by the United Funds, Inc. current prospectus.

THE UNITED GROUP OF MUTUAL FUNDS

United Cash Management, Inc.
United Government Securities Fund, Inc.
United Bond Fund
United Municipal Bond Fund, Inc.
United Continental Income Fund, Inc.
United Income Fund
United Municipal High Income Fund, Inc.
United High Income Fund, Inc.
United High Income Fund II, Inc.
United Accumulative Fund
United Vanguard Fund, Inc.
United New Concepts Fund, Inc.
United Science and Technology Fund
United International Growth Fund, Inc.
United Gold & Government Fund, Inc.
United Retirement Shares, Inc.

FOR MORE INFORMATION:

Contact your representative, or your
local office as listed on your
Account Statement, or contact:

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