

# 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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#### **MERRILL LYNCH GLOBAL UTILITY FUND INC**

CIK: [868452](#) | State of Incorp.: **MA** | Fiscal Year End: **1130**  
Type: **N-30D** | Act: **40** | File No.: [811-06180](#) | Film No.: **94502780**

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MERRILL LYNCH GLOBAL UTILITY FUND, INC.

FUND LOGO

Annual Report November 30, 1993

This report is not authorized for use as an offer of sale or a solicitation of an offer to buy shares of the Fund unless accompanied or preceded by the Fund's current prospectus. Past performance results shown in this report should not be considered a representation of future performance. Investment return and principal value of shares will fluctuate so that shares, when redeemed, may be worth more or less than their original cost.

Merrill Lynch  
Global Utility Fund, Inc.  
Box 9011  
Princeton, NJ  
08543-9011

MERRILL LYNCH GLOBAL UTILITY FUND, INC.

Officers and  
Directors

Arthur Zeikel, President and Director  
Ronald W. Forbes, Director  
Charles C. Reilly, Director  
Kevin A. Ryan, Director  
Richard R. West, Director  
Marc A. White, Director  
Terry K. Glenn, Executive Vice President  
Norman R. Harvey, Senior Vice President  
Donald C. Burke, Vice President  
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Worldwide  
Investments As of 11/30/93      Top Ten Holdings  
(Equity Investments)      Percent of  
Net Assets

Houston Industries, Inc.	2.3%
US West, Inc.	2.2
Hong Kong Telecommunications PLC	2.1
China Light & Power Co., Ltd.	2.1
Enron Corp.	1.8
General Public Utilities Corp.	1.8
Philadelphia Electric Co.	1.8
Sonat, Inc.	1.5
Telekom Malaysia BHD	1.5
Pacific Telesis Group	1.5

Additions  
American Telephone & Telegraph Co.  
British Telecommunications PLC (Ord.)  
The Brooklyn Union Gas Co.  
The Coastal Corp.  
Compagnie Generale des Eaux (Bonus Rights)  
Duke Power Co.  
Enersis S.A. (ADR)  
The Hong Kong & China Gas Co. Ltd.  
Korea Electric Power Corp., 6.38% due 12/01/2003  
New Jersey Resources Corp.  
PacifiCorp  
Public Service Co. of Colorado  
SCEcorp  
TelecomAsia Corporation Public Co. Ltd. PLC (ADR)

Deletions  
Tenega Nasional BHD

Important Tax  
Information

Of the ordinary income distributions paid quarterly by Merrill Lynch Global Utility Fund, Inc. during the tax year ended November 30, 1993, 93.71% qualifies for the dividends received deduction for corporations. Additionally, the Fund distributed long-term capital gains of \$0.012388 per share to shareholders of record on December 16, 1992.

Please retain this information for your records.

DEAR SHAREHOLDER

The US economy began to show some signs of improvement during the November quarter with little evidence of an appreciable increase in the rate of inflation. The industrial sector is demonstrating growing strength, yet capacity utilization is still well below the levels associated with rising inflation. Consumer spending has improved, but the labor market remains soft. Despite the areas of economic weakness that persist, concerns arose during the quarter that the rate of business activity might increase inflationary pressures.

Other developments during the November quarter had significant long-term implications for the US financial markets. Although Boris Yeltsin's swift and apparently decisive victory over his hard-line opponents in Russia created little immediate disruption in the world financial markets, the future of political and economic reform in the former Soviet Union is far from certain. Evidence of greater progress toward a free-market economy and democratic government in Russia would have more positive implications for the US financial markets over the longer term. The outline for proposed healthcare reform is also very important for the US economy. As the various healthcare reform proposals are debated, investors will focus on their potential effects on the Federal budget, the US economy and the quality of healthcare delivery in the United States. Finally, the ratification of the North American Free Trade Agreement by the US Congress was important not only for the prospect of expanding trade with Canada and Mexico, but also as a positive influence on the recently concluded round of negotiations on the General Agreement on Tariffs and Trade. Further economic integration and growth through trade liberalization would be positive for the capital markets in the United States and around the world.

Portfolio Matters

Merrill Lynch Global Utility Fund, Inc. ended the November quarter with net assets of \$678.2 million, up from \$544.7 million at the end of August, for an increase of 24.5%. During the quarter the Fund added to current positions (to maintain portfolio weightings as net assets increased) and invested in new positions. New investments were in natural gas, electric and telecommunications companies.

The Brooklyn Union Gas Co., The Coastal Corp., New Jersey Resources Corp. and The Hong Kong & China Gas Co. Ltd. are the four new positions in the natural gas sector. The Brooklyn Union Gas Co. is a New York-based company which primarily distributes natural gas. With 90% of its total gas distribution made to residential and commercial users, Brooklyn Union's earnings base is stable. The company's future earnings growth is expected to be a function of its continued ability to find new markets such as the natural gas-fueled fleet market and cogeneration. Brooklyn Union is also benefiting from the growing conversion from oil to natural gas heat as a result of tougher environmental laws.

The Coastal Corp. operates one of the largest domestic natural gas pipeline systems and also has operations in exploration and production, oil refining, coal mining and chemicals. The company's share price lagged those of other natural gas companies during their recent rally. Coastal is undergoing a restructuring, with management changes and the possible elimination of some operations. Coastal's financial position is likely to improve as it reduces debt and earnings accelerate as we forecast in the latter part of 1994 and 1995.

New Jersey Resources Corp. (NJR) is a public utility holding company. Through its major subsidiary, New Jersey Natural Gas Co., NJR supplies gas to over 325,000 customers in New Jersey. NJR has a relatively strong earnings base and its customer growth is expected to continue, primarily driven by conversions along existing gas mains. Its financial position is strong as a result of a cost-cutting program, continued customer growth, new opportunities for selling gas outside of its territory and a total debt/capital ratio below 50%.

The Hong Kong & China Gas Co. Ltd. is a Hong Kong-based gas utility company. Incorporated in 1862, the company is Hong Kong's sole supplier of Towngas, a naphtha-based product primarily used for cooking and water heating. The company has the ability to set its own basic tariff since it is the only major Hong Kong-based utility whose financial operation is not governed by the Scheme of Control, an agreement between the Hong Kong government and most public utilities that regulates their profits for specified periods.

We added five new electric utility stocks during the period: Duke Power Co., Enersis S.A., PacifiCorp, Public Service Co. of Colorado and SCEcorp. We also invested in a new electric utility fixed-income holding, Korea Electric Power Corp.

Duke Power Co. is a North Carolina-based electric utility company. While the dividend yield on its shares is currently below the industry average, the company does offer the potential for above industry average dividend growth. Duke's basic electric utility business provides a strong earnings base, and future earnings growth is expected to be driven by cost reduction and overseas expansion.

Enersis S.A. is a Chilean-based company that is involved in the generation and distribution of electricity in Chile and Argentina. Through its ownership of Endesa, a publicly held Chilean electric generation and transmission company, Enersis has control of over 50% of Chile's installed generation capacity and almost all of Chile's transmission facilities. The company's focus is to improve returns by cutting costs and increasing efficiency and productivity. In addition, the company's management expects to carry this strategy into investments in other countries in South America.

PacifiCorp is a Utah-based company whose principal line of business is producing electricity in the Pacific Northwest; it also has interests in telecommunications. We believe that PacifiCorp is well-positioned to participate in a more competitive rate environment given its low industrial rates. The company undertook a major restructuring over the past year which has substantially improved its financial position.

We invested in Public Service Co. of Colorado, which will repower a nuclear plant to burn natural gas at a price per kilowatt that is below new construction prices, decreasing the company's financial risk. With its competitive industrial rates, we believe that Public Service Co. of Colorado's shares are currently undervalued.

SCEcorp. is a California-based company that primarily serves electric utility customers in the southern part of the state. In addition to its basic utility business, the company has a separate subsidiary, Mission Energy, which invests and develops independent power projects around the globe. Given a recent favorable rate ruling and the restoration of earnings growth at Mission Energy, we believe SCEcorp. will prove an attractive investment over the longer term.

Korea Electric Power Corp. (KEPCO) dominates Korea's electric utility industry. The future growth rate of earnings is dependent on the government giving KEPCO more freedom to increase the rates charged to its customers. We purchased KEPCO US dollar-denominated bonds to participate in the rapidly growing Korean market for electricity.

We added to the portfolio's telecommunications investments by increasing our position in British Telecommunications PLC through the purchase of ordinary shares. In addition, we reestablished a position in American Telephone & Telegraph Co. (AT&T). At one time AT&T shares were one of the Fund's largest holdings, but we sold the position based on high valuations, coupled with uncertainty surrounding the company's intention to purchase a stake in McCaw Cellular Communications and the likelihood that the company would issue more shares to effect the purchase. The company has since announced that it intends to purchase all of McCaw Cellular in a stock-for-stock transaction. This factor, coupled with a recent share price decline, resulted in our purchase of AT&T shares. An additional reason for this purchase was the positive long-term outlook for the long-distance telephone industry in general and the company in particular. Finally, we added TelecomAsia Corporation Public Co. Ltd. PLC to the portfolio. The company has been granted a 25-year concession from the Telephone Organization of Thailand to install two million lines in the Bangkok metropolitan area.

During the November quarter, we eliminated our position in Tenaga Nasional BHD because of concerns over new entrants to the electric utility market in Malaysia. We also reduced our position in Energieversorgung Niederoesterreich AG during the crisis in Russia since the company relies so heavily on supplies of natural gas from Russia.

#### Fiscal Year in Review

The Fund's strategy during the fiscal year has been to balance the higher capital appreciation potential offered by utilities abroad with the higher yields available from domestic utility issues. This combination has bene-

fited the Fund's total investment return over the fiscal year. Growth rates abroad are based soundly upon higher demographic growth and the building of needed infrastructures in developing economies. Global diversification also reduces the risk inherent in being exposed to only one country's economic and interest rate cycle.

In Conclusion

Weakness in the domestic utility sector during the November quarter followed a period of strong price appreciation. Higher interest rates spurred the selloff. Utility stocks outside of the United States also began to lose some appeal to investors, reflecting general profit-taking. We believe both the domestic and foreign selloffs were overdone and that rebounding prices should occur, highlighting the underlying value of these defensive investments.

We thank you for your investment in Merrill Lynch Global Utility Fund, Inc., and we look forward to continuing to serve your investment needs throughout the Fund's new fiscal year and beyond.

Sincerely,

(Arthur Zeikel)  
Arthur Zeikel  
President

(Walter D. Rogers)  
Walter D. Rogers  
Vice President and Portfolio Manager

December 29, 1993

PERFORMANCE DATA

None of the past results shown should be considered a representation of future performance. Investment return and principal value of shares will fluctuate so that shares, when redeemed, may be worth more or less than their original cost.

Total Return  
Based on a  
\$10,000  
Investment

GRAPHIC AND IMAGE MATERIALS APPEAR HERE.

SEE APPENDIX: GRAPHIC AND IMAGE MATERIAL. ITEM 1.

<TABLE>  
<CAPTION>

Average Annual Total Return	% Return Without Sales Charge	% Return With Sales Charge**
<S>	<C>	<C>
Class A Shares*		
Year Ended 9/30/93	+24.71%	+16.60%
Inception (12/28/90) through 9/30/93	+16.54	+13.74

<FN>  
\*Maximum sales charge is 6.5%.  
\*\*Assuming maximum sales charge.

<CAPTION>

	% Return Without CDSC	% Return With CDSC**
<S>	<C>	<C>
Class B Shares*		
Year Ended 9/30/93	+23.85%	+19.85%
Inception (12/28/90) through 9/30/93	+15.66	+15.10

<FN>  
\*Maximum contingent deferred sales charge is 4% and is reduced to 0% after 4 years.  
\*\*Assuming payment of applicable contingent deferred sales charge.

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Recent Performance Results*	11/30/93	8/31/93	11/30/92	12 Month % Change	3 Month % Change
<S>	<C>	<C>	<C>	<C>	<C>
Class A Shares	\$13.22	\$13.57	\$11.23	+17.85% (1)	-2.58%
Class B Shares	13.17	13.52	11.20	+17.72 (1)	-2.59
Class A Shares--Total Return				+21.80 (2)	-1.98 (3)
Class B Shares--Total Return				+20.86 (4)	-2.13 (5)

<FN>

- \*Investment results shown for the 3-month and 12-month periods are before the deduction of any sales charges.  
(1)Percent change includes reinvestment of \$0.012 per share capital gains distributions.  
(2)Percent change includes reinvestment of \$0.410 per share ordinary income dividends and \$0.012 per share capital gains distributions.  
(3)Percent change includes reinvestment of \$0.084 per share ordinary income dividends.  
(4)Percent change includes reinvestment of \$0.326 per share ordinary income dividends and \$0.012 per share capital gains distributions.  
(5)Percent change includes reinvestment of \$0.064 per share ordinary income dividends.

</TABLE>

<TABLE>

SCHEDULE OF INVESTMENTS

(in US Dollars)

<CAPTION>

COUNTRY <S>	Industries <S>	Shares Held <C>	Common Stocks <S>	Cost <C>	Value (Note 1a) <C>	Percent of Net Assets <C>			
Argentina	Telecommunications	132,479	++++Telecom Argentina Stet S.A. (ADR)++	\$ 4,726,664	\$ 6,193,393	0.9%			
		123,213	++++Telefonica de Argentina S.A. (ADR)++	4,464,581	6,653,502	1.0			
			Total Common Stocks in Argentina	9,191,245	12,846,895	1.9			
Australia	Utilities--Gas	2,267,000	Australian Gas & Light Co., Ltd.	5,711,381	6,952,152	1.0			
			Total Common Stocks in Australia	5,711,381	6,952,152	1.0			
Austria	Utilities--Gas	32,150	Energie Versorgung Niederoesterreich AG (EVN)	2,718,269	3,852,246	0.6			
			Total Common Stocks in Austria	2,718,269	3,852,246	0.6			
Canada	Telecommunications	127,200	BCE, Inc. (ADR)++	4,678,103	4,356,600	0.6			
			Utilities--Electric	425,600	Nova Scotia Power Co.	4,007,620	4,140,078	0.6	
			Utilities--Gas	552,700	Transcanada Pipeline Co. Ltd. (ADR)++	8,288,749	8,221,413	1.2	
			Total Common Stocks in Canada		16,974,472	16,718,091	2.4		
Chile	Telecommunications	80,700	Compania de Telefonos de Chile, S.A. (ADR)++	5,531,550	6,778,800	1.0			
			Utilities--Electric	176,600	++++Distribuidora Chilectra Metropolitana, S.A. (ADR)++	4,708,327	5,496,675	0.8	
					12,000	Enersis S.A. (ADR)++	216,000	235,500	0.0
								4,924,327	5,732,175
			Total Common Stocks in Chile		10,455,877	12,510,975	1.8		
France	Utilities--Water	20,928	Compagnie Generale des Eaux (Bonus Rights) (1)	0	729,403	0.1			
			20,928	Compagnie Generale des Eaux (Ord.)	8,793,918	9,191,602	1.4		
			Total Common Stocks in France		8,793,918	9,921,005	1.5		
Hong Kong	Telecommunications	7,644,000	Hong Kong Telecommunications PLC	12,600,067	14,546,806	2.1			
			Utilities--Electric	2,461,200	China Light & Power Co., Ltd.	12,282,332	14,497,327	2.1	
					1,552,000	Hong Kong Electric Holdings, Ltd.	3,897,526	5,243,990	0.8
								16,179,858	19,741,317
			Utilities--Gas	2,068,000	The Hong Kong & China Gas Co. Ltd.	4,350,783	5,140,216	0.8	
Total Common Stocks in Hong Kong		33,130,708	39,428,339	5.8					
Italy	Telecommunications	1,675,800	Italgas Torino	4,845,444	4,434,787	0.7			
			2,924,700	Societa Finanziara Telefonica S.p.A. (STET)	5,439,622	4,828,837	0.7		
				5,351,250	Societa Italiana Esercizio Telecom S.p.A. (SIP)	7,584,134	9,649,795	1.4	
			Total Common Stocks in Italy			17,869,200	18,913,419	2.8	
Malaysia	Telecommunications	1,344,000	Telekom Malaysia BHD	9,184,414	10,090,642	1.5			
			Total Common Stocks in Malaysia		9,184,414	10,090,642	1.5		

Mexico	Telecommunications	134,900	Telefonos de Mexico S.A. de C.V. (ADR)++	7,053,717	7,520,675	1.1
			Total Common Stocks in Mexico	7,053,717	7,520,675	1.1
New Zealand	Telecommunications	209,300	Telecom Corporation of New Zealand Ltd. (ADR)++	7,213,264	8,947,575	1.3
			Total Common Stocks in New Zealand	7,213,264	8,947,575	1.3
Philippines	Telecommunications	129,500	Philippine Long Distance Telephone Co. (ADR)++	5,250,051	7,899,500	1.2
			Total Common Stocks in the Philippines	5,250,051	7,899,500	1.2
Spain	Telecommunications	512,300	Telefonica de Espana S.A.	5,828,343	6,109,633	0.9
	Utilities--Electric	147,800	Empresa Nacional de Electricidad, S.A. (ADR)++	4,797,399	6,687,950	1.0
		1,062,500	Iberdrola I S.A.	6,796,570	6,886,225	1.0
				-----	-----	-----
			Total Common Stocks in Spain	11,593,969	13,574,175	2.0
				-----	-----	-----
			Total Common Stocks in Spain	17,422,312	19,683,808	2.9
Thailand	Telecommunications	15,000	++++TelecomAsia Corporation Public Co., Ltd. PLC (ADR)++	328,050	328,050	0.0
			Total Common Stocks in Thailand	328,050	328,050	0.0
United Kingdom	Telecommunications	1,330,860	British Telecommunications PLC (Part Pay)	3,557,997	4,346,063	0.6
		800,000	British Telecommunications PLC (Ord.)	5,573,765	5,580,408	0.8
			Total Common Stocks in the United Kingdom	9,131,762	9,926,471	1.4
United States	Telecommunications	111,200	American Telephone & Telegraph Co.	6,407,214	6,074,300	0.9
		110,400	Ameritech Corp.	8,274,518	8,445,600	1.2
		151,700	Bell Atlantic Corp.	8,027,948	9,102,000	1.3
		163,400	BellSouth Corp.	9,162,908	9,334,225	1.4
		257,700	GTE Corp.	9,016,758	9,567,113	1.4
		205,700	NYNEX Corp.	8,342,529	8,767,962	1.3
		175,100	Pacific Telesis Group	7,853,346	9,936,925	1.5
		216,900	Southwestern Bell Corp.	7,422,726	9,218,250	1.4
		319,900	US West, Inc.	14,757,846	14,955,325	2.2
				-----	-----	-----
				79,265,793	85,401,700	12.6
	Utilities--Electric	326,000	Allegheny Power System, Inc.	8,652,910	8,516,750	1.3
		220,200	Boston Edison Co.	5,789,754	6,330,750	0.9
		210,000	Central & SouthWest Corp.	5,840,299	6,247,500	0.9
		231,200	Consolidated Edison Co. of New York	7,260,774	7,196,100	1.1
		146,900	Detroit Edison Co.	4,899,043	4,737,525	0.7
		110,250	Dominion Resources, Inc.	4,427,302	4,878,562	0.7
		190,000	Duke Power Co.	8,095,413	7,980,000	1.2
		267,500	Entergy Corp.	8,646,550	9,864,062	1.5
		414,800	General Public Utilities Corp.	11,683,837	12,340,300	1.8
		339,100	Houston Industries, Inc.	15,787,663	15,386,662	2.3
		338,600	Long Island Lighting Co.	8,537,882	8,041,750	1.2
		259,800	NIPSCO Industries, Inc.	6,905,271	8,248,650	1.2
		235,000	New York State Electric & Gas Corp.	8,459,615	7,079,375	1.0
		196,700	Northeast Utilities Co.	5,253,338	4,597,862	0.7
		385,600	PSI Resources, Inc.	9,257,252	9,929,200	1.5
		342,000	PacifiCorp	6,846,153	6,498,000	1.0
		164,800	Pennsylvania Power & Light Co.	4,428,338	4,429,000	0.7
		440,000	Philadelphia Electric Co.	12,186,735	12,320,000	1.8
		100,400	Public Service Co. of Colorado	3,003,442	2,999,450	0.4
		186,300	Rochester Gas & Electric Corp.	4,775,302	4,890,375	0.7
		300,000	SCEcorp	6,765,509	6,112,500	0.9
		202,100	Southern Co.	6,989,691	8,740,825	1.3
		188,300	Texas Utilities Co.	7,596,591	8,049,825	1.2
		203,300	Western Resources Co.	6,442,514	6,886,788	1.0
				-----	-----	-----
				178,531,178	182,301,811	27.0

</TABLE>

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SCHEDULE OF INVESTMENTS (concluded)

(in US Dollars)

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COUNTRY	Industries	Shares Held	Common Stocks	Cost	Value	Percent of
<S>	<S>	<C>	<S>	<C>	(Note 1a)	Net Assets
					<C>	<C>
United States (concluded)	Utilities--Gas	130,000	The Brooklyn Union Gas Co.	\$ 3,371,550	\$ 3,412,500	0.5%
		240,000	The Coastal Corp.	6,414,080	6,450,000	1.0
		144,600	Consolidated Natural Gas Co.	6,463,720	6,669,675	1.0
		236,300	El Paso Natural Gas Co.	8,352,615	8,565,875	1.3
		399,100	Enron Corp.	8,119,749	12,421,988	1.8
		258,300	NICOR Inc.	5,661,173	7,103,250	1.0
		115,000	New Jersey Resources Corp.	3,262,177	2,975,625	0.4
		250,000	Questar Corp.	6,792,478	8,218,750	1.2
		338,300	Sonat, Inc.	7,262,851	10,445,012	1.5
		116,300	Washington Gas Light Co.	4,016,691	4,753,762	0.7
		365,000	Williams Co., Inc.	6,931,607	9,900,625	1.5
				-----	-----	-----
				66,648,691	80,917,062	11.9
			Total Common Stocks in the United States	324,445,662	348,620,573	51.5
			Total Investments in Common Stocks	484,874,302	534,160,416	78.7

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<S>	<S>	<C>	<S>	<C>	<C>	<C>
Australia	Miscellaneous	US\$ 7,960,000	Telstra Corp., Ltd., 6.50% due 7/31/2003	8,115,578	7,971,940	1.2
			Total Fixed-Income Securities in Australia	8,115,578	7,971,940	1.2
Canada	Utilities--Electric	2,000,000	Hydro-Quebec, 9.23% due 12/04/2000	2,038,540	2,327,282	0.3
			Total Fixed-Income Securities in Canada	2,038,540	2,327,282	0.3
Japan	Telecommunications	4,000,000	Nippon Telegraph & Telephone Corp., 9.50% due 7/27/1998	4,244,380	4,578,884	0.7
			Total Fixed-Income Securities in Japan	4,244,380	4,578,884	0.7
Korea	Telecommunications	2,500,000	Korea Telecom, 7.40% due 12/01/1999	2,499,500	2,593,768	0.4
	Utilities--Electric	6,000,000	Korea Electric Power Corp., 6.38% due 12/01/2003	5,913,060	5,838,378	0.9
			Total Fixed-Income Securities in Korea	8,412,560	8,432,146	1.3
United States	Telecommunications	4,000,000	Rochester Telephone Corp., 9.50% due 6/01/2000	4,111,200	4,712,520	0.7
	Utilities--Electric	4,000,000	Consumer Power Co., 8.875% due 11/15/1999	4,190,000	4,502,784	0.7
		4,000,000	Niagara Mohawk Power Corp., 9.50% due 6/01/2000	4,197,640	4,700,960	0.7
				-----	-----	-----
			Total Fixed-Income Securities in the United States	8,387,640	9,203,744	1.4
			Total Fixed-Income Securities in the United States	12,498,840	13,916,264	2.1
			Total Investments in Fixed-Income Securities	35,309,898	37,226,516	5.6

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United States	Commercial Paper*	25,000,000	Cooper Industries, Inc., 3.05% due 12/07/1993	24,987,292	24,987,292	3.7
		20,000,000	Daimler Benz AG, 3.07% due 12/15/1993	19,976,122	19,976,122	2.9
		30,000,000	PHH Corp., 3.08% due 12/16/1993	29,961,500	29,961,500	4.4
		22,100,000	Preferred Receivables Funding Corp., 3.10% due 12/22/1993	22,060,036	22,060,036	3.3
				-----	-----	-----
				96,984,950	96,984,950	14.3
	Repurchase Agreement**	25,262,000	Carroll McEntee & McGinley Inc., purchased on 11/30/1993 to yield			



	Total Investments in Short-Term Securities	122,246,950	122,246,950	18.0
	Total Investments	\$642,431,150	693,633,882	102.3
		=====		
	Liabilities in Excess of Other Assets		(15,461,628)	(2.3)
			-----	-----
	Net Assets		\$678,172,254	100.0%
			=====	=====

&lt;FN&gt;

\*Commercial Paper is traded on a discount basis; the interest rates shown are the discount rates paid at the time of purchase by the Fund.  
 \*\*Repurchase Agreements are fully collateralized by US Government or Agency Obligations.  
 (1) The rights may be exercised until 12/20/1993.

++American Depositary Receipt (ADR).  
 +++Restricted securities as to resale. The value of the Fund's investment in restricted securities was approximately \$18,672,000, representing 2.8% of net assets.

Issue	Acquisition Date	Cost	Value (Note 1a)
Distribuidora Chilectra Metropolitana, S.A. (ADR)	2/12/92	\$ 4,708,327	\$ 5,496,675
Telecom Argentina Stet S.A. (ADR)	3/23/92	4,726,664	6,193,393
TelecomAsia Corporation Public Co., Ltd. PLC (ADR)	11/15/93	328,050	328,050
Telefonica de Argentina S.A. (ADR)	12/17/91	4,464,581	6,653,502
Total		\$14,227,622	\$18,671,620
		=====	=====

See Notes to Financial Statements.  
 </TABLE>

<TABLE>  
 STATEMENT OF ASSETS AND LIABILITIES  
 <CAPTION>

As of November 30, 1993

<S>	<C>	<C>
Assets:		\$ 693,633,882
Investments, at value (identified cost--\$642,431,150) (Note 1a)		85,947
Cash		
Receivables:		
Capital shares sold	\$ 3,950,744	
Dividends	2,423,076	
Interest	674,535	7,048,355
	-----	
Deferred organization expenses (Note 1f)		43,526
Prepaid registration fees and other assets (Note 1f)		40,218
		-----
Total assets		700,851,928
		-----
Liabilities:		
Payables:		
Securities purchased	20,375,446	
Capital shares redeemed	1,304,378	
Distributor (Note 2)	390,450	
Investment adviser (Note 2)	355,527	22,425,801
	-----	
Accrued expenses and other liabilities		253,873
		-----
Total liabilities		22,679,674
		-----
Net Assets:		\$ 678,172,254
		=====
Net Assets		\$ 618,096
Consist of:		4,528,532
Class A Shares of Common Stock, \$0.10 par value, 100,000,000 shares authorized		616,869,380
Class B Shares of Common Stock, \$0.10 par value, 100,000,000 shares authorized		3,052,683
Paid-in capital in excess of par		1,900,387
Undistributed investment income--net		51,203,176
Undistributed realized capital gains on investments and foreign currency transactions--net		-----
Unrealized appreciation on investments and foreign currency transactions--net		\$ 678,172,254
		=====
Net assets		
Net Asset	Class A--Based on net assets of \$81,717,754 and 6,180,960 shares outstanding	\$ 13.22

Value:	Class B--Based on net assets of \$596,454,500 and 45,285,324 shares outstanding	\$ 13.17
--------	---	----------

</TABLE>			
<TABLE>			
STATEMENT OF OPERATIONS			
<CAPTION>			
For the Year Ended November 30, 1993			
<S>	<S>	<C>	<C>
Investment	Dividends (net of \$333,875 foreign withholding tax)		\$ 13,141,884
Income	Interest and discount earned		4,046,159
(Notes 1d & 1e):			-----
	Total income		17,188,043
			-----
Expenses:	Distribution fees--Class B (Note 2)	\$ 2,574,752	
	Investment advisory fees (Note 2)	2,346,433	
	Transfer agent fees--Class B (Note 2)	306,683	
	Registration fees (Note 1f)	195,864	
	Printing and shareholder reports	103,861	
	Accounting services (Note 2)	81,576	
	Custodian fees	79,514	
	Professional fees	64,219	
	Transfer agent fees--Class A (Note 2)	34,960	
	Directors' fees and expenses	31,371	
	Amortization of organization expenses (Note 1f)	20,892	
	Other	11,547	
		-----	
	Total expenses		5,851,672
			-----
	Investment income--net		11,336,371
			-----
Realized & Unrealized Gain on Investments and Foreign Currency Transactions--Net (Notes 1b, 1e & 3):	Realized gain from:		
	Investments--net	4,662,953	
	Foreign currency transactions	53,369	4,716,322
		-----	
	Change in unrealized appreciation on:		
	Investments--net	37,511,259	
	Foreign currency transactions	6,895	37,518,154
		-----	
	Net realized and unrealized gain on investments and foreign currency transactions		42,234,476
			-----
	Net Increase in Net Assets Resulting from Operations		\$ 53,570,847
			=====

</TABLE>			
<TABLE>			
STATEMENTS OF CHANGES IN NET ASSETS			
<CAPTION>			
For the Year Ended November 30,			
<S>	<S>	1993	1992
Operations:	Investment income--net	\$ 11,336,371	\$ 5,967,216
	Realized gain (loss) on investments and foreign currency transactions--net	4,716,322	(1,675,682)
	Change in unrealized appreciation on investments and foreign currency transactions--net	37,518,154	7,399,602
		-----	-----
	Net increase in net assets resulting from operations	53,570,847	11,691,136
		-----	-----
Dividends & Distributions to Shareholders (Note 1g):	Investment income--net:		
	Class A	(1,417,410)	(991,785)
	Class B	(8,066,873)	(4,581,932)
	Realized gain on investments--net:		
	Class A	(33,059)	--
	Class B	(223,915)	--
		-----	-----
	Net decrease in net assets resulting from dividends and distributions to shareholders	(9,741,257)	(5,573,717)
		-----	-----
Capital Share Transactions (Note 4):	Net increase in net assets derived from capital share transactions	404,174,719	112,505,457
		-----	-----
Net Assets:	Total increase in net assets	448,004,309	118,622,876
	Beginning of year	230,167,945	111,545,069
		-----	-----
	End of year*	\$678,172,254	\$230,167,945
		=====	=====
	*Undistributed investment income--net	\$ 3,052,683	\$ 1,200,595
		=====	=====

See Notes to Financial Statements.

</TABLE>

<TABLE>  
FINANCIAL HIGHLIGHTS  
<CAPTION>

		Class A			Class B		
		For the		For the	For the		
		Year Ended		Period	Year Ended		
		November 30,		Dec. 28	November 30,		
		1993	1992	1990++ to	1993	1992	1990++ to
				Nov. 30,			Nov. 30,
				1991			1991
The following per share data and ratios have been derived from information provided in the financial statements.							
<S>	Increase (Decrease) in Net Asset Value:	<C>	<C>	<C>	<C>	<C>	<C>
Per Share Operating Performance:	Net asset value, beginning of period	\$ 11.23	\$ 10.67	\$ 10.00	\$ 11.20	\$ 10.65	\$ 10.00
	Investment income--net	.40	.47	.49	.33	.39	.40
	Realized and unrealized gain on investments and foreign currency transactions--net++++	2.01	.57	.56	1.98	.57	.58
	Total from investment operations	2.41	1.04	1.05	2.31	.96	.98
	Less dividends and distributions:						
	Investment income--net	(.41)	(.48)	(.38)	(.33)	(.41)	(.33)
	Realized gain on investments--net	(.01)	--	--	(.01)	--	--
	Total dividends and distributions	(.42)	(.48)	(.38)	(.34)	(.41)	(.33)
	Net asset value, end of period	\$ 13.22	\$ 11.23	\$ 10.67	\$ 13.17	\$ 11.20	\$ 10.65
Total Investment Return:**	Based on net asset value per share	21.80%	10.05%	10.83%+++	20.86%	9.20%	10.05%+++
Ratios to Average Net Assets:	Expenses, excluding distribution fees	.82%	1.01%	1.28%*	.84%	1.02%	1.29%*
	Expenses	.82%	1.01%	1.28%*	1.59%	1.77%	2.04%*
	Investment income--net	3.57%	4.47%	5.57%*	2.81%	3.65%	4.78%*
Supplemental Data:	Net assets, end of period (in thousands)	\$81,718	\$29,772	\$20,579	\$596,455	\$200,396	\$90,966
	Portfolio turnover	8.92%	30.91%	20.51%	8.92%	30.91%	20.51%

<FN>

\*Annualized.

\*\*Total investment returns exclude the effects of sales loads.

++Commencement of Operations.

+++Foreign currency transaction amounts have been reclassified to conform to the 1993 presentation.

+++Aggregate total investment return.

See Notes to Financial Statements.

</TABLE>

NOTES TO FINANCIAL STATEMENTS

1. Significant Accounting Policies:

Merrill Lynch Global Utility Fund, Inc. (the "Fund") is registered under the Investment Company Act of 1940 as a diversified, open-end management investment company. The Fund offers both Class A 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. Both classes of shares have identical voting, dividend, liquidation and other rights and the same terms and conditions, except that Class B Shares bear certain expenses related to the distribution of such shares and have exclusive voting rights with respect to matters relating to such distribution expenditures. The following is a summary of significant accounting policies followed by the Fund.

(a) Valuation of Securities--Securities traded in the over-the-counter market are valued at the last available bid price or yield equivalents obtained from one or more dealers in the over-the-counter market prior to the time of valuation. Portfolio securities which are traded on stock exchanges are valued at the last sale price on the principal market on which such securities are traded, as of the close of business on the day the securities are being valued or, lacking any sales, at the last available bid price.

Options written are valued based upon the last asked price in the case of exchange-traded options or, in the case of options traded in the over-the-counter market, at the average of the last asked price as obtained from one or more dealers. Options purchased by the Fund are valued at their last bid price in the case of exchange-traded options or, in the case of options traded in the over-the-counter market, at the average of the last bid price as obtained from two or more dealers. Other

investments, including futures contracts and related options, are stated at market value.

Securities and assets for which market quotations are not readily available are valued at fair value as determined in good faith by or under the direction of the Board of Directors of the Fund, including valuations furnished by a pricing service retained by the Fund.

Short-term securities are valued at amortized cost, which approximates market value.

(b) Foreign Currency Transactions--Transactions denominated in foreign currencies are recorded at the exchange rate prevailing when recognized. Assets and liabilities denominated in foreign currencies are valued at the exchange rate at the end of the period. Foreign currency transactions are the result of settling (realize or valuing (unrealized) such transactions expressed in foreign currencies into US dollars. Realized and unrealized gains or losses from investments include the effects of foreign exchange rates on investments.

The Fund is authorized to enter into forward foreign exchange contracts as a hedge against either specific transactions or portfolio positions. Such contracts are not entered on the Fund's records. However, the effect on operations is recorded from the date the Fund enters into such contracts. Premium or discount is amortized over the life of the contracts.

(c) Options--When the Fund sells an option, an amount equal to the premium received by the Fund is reflected as an asset and an equivalent liability. The amount of the liability is subsequently marked to market to reflect the current market value of the option written.

When a security is purchased or sold through an exercise of an option, the related premium paid (or received) is added to (or deducted from) the basis of the security acquired or deducted from (or added to) the proceeds of the security sold. When an option expires (or the Fund enters into a closing transaction), the Fund realizes a gain or loss on the option to the extent of the premiums received or paid (or gain or loss to the extent the cost of the closing transaction is less than or exceeds the premiums paid or received).

Written and purchased options are non-income producing investments.

(d) Income Taxes--It is the Fund's policy to comply with the requirements of the Internal Revenue Code applicable to regulated investment companies and to distribute all of its taxable income to its shareholders. Therefore, no Federal income tax provision is required. Under the applicable foreign tax law, a withholding tax may be imposed on interest, dividends and capital gains at various rates.

(e) Security Transactions and Investment Income--Security transactions are recorded on the dates the transactions are entered into (the trade dates). Interest income (including amortization of discount) is recognized on the accrual basis. Dividend income is recorded on the ex-dividend date, except that if the ex-dividend date has passed, certain dividends from foreign securities are recorded as soon as the Fund is informed of the ex-dividend date. Realized gains and losses on security transactions are determined on the identified cost basis.

(f) Deferred Organization Expenses and Prepaid Registration Fees--Deferred organization expenses are charged to expense over a five-year period. Prepaid registration fees are charged to expense as the related shares are issued.

(g) Dividends and Distributions--Dividends and distributions paid by the Fund are recorded on the ex-dividend dates.

(h) Reclassification--Certain 1992 amounts have been reclassified to conform to the 1993 presentation.

## 2. Investment Advisory Agreement and Transactions with Affiliates:

The Fund has entered into an Investment Advisory Agreement with Merrill Lynch Asset Management ("MLAM"). MLAM is the name under which Merrill Lynch Investment Management, Inc. ("MLIM") does business. MLIM

is an indirect wholly-owned subsidiary of Merrill Lynch & Co., Inc. The Fund has also entered into a Distribution Agreement with Merrill Lynch Funds Distributor, Inc. ("MLFD" or "Distributor"), a wholly-owned subsidiary of MLIM.

NOTES TO FINANCIAL STATEMENTS (concluded)

MLAM is responsible for the management of the Fund's portfolio and provides the necessary personnel, facilities, equipment and certain other services necessary to the operation of the Fund. For such services, the Fund pays a monthly fee of 0.60%, on an annual basis, of the average daily value of the Fund's net assets. The most restrictive annual expense limitation requires that the Investment Adviser reimburse the Fund to the extent the Fund's expenses (excluding interest, taxes, distribution fees, brokerage fees and commissions, and extraordinary items) exceed 2.5% of the Fund's first \$30 million of average daily net assets, 2.0% of the next \$70 million of average daily net assets and 1.5% of the average daily net assets in excess thereof. MLAM's obligation to reimburse the Fund is limited to the amount of the advisory fee. No fee payment will be made to the Investment Adviser during any fiscal year which will cause such expenses to exceed the most restrictive expense limitation applicable at the time of such payment.

Effective January 1, 1994, the investment advisory business of MLAM reorganized from a corporation to a limited partnership. The general partner of MLAM is Princeton Services, Inc., an indirect wholly-owned subsidiary of Merrill Lynch & Co.

The Fund has adopted a Plan of Distribution (the "Plan") pursuant to Rule 12b-1 under the Investment Company Act of 1940 pursuant to which MLFD receives a fee from the Fund at the end of each month at the annual rate of 0.75% of the average daily net assets of the Class B Shares of the Fund. This fee is to compensate the Distributor for the services it provides and the expenses borne by the Distributor under the Distribution Agreement. As authorized by the Plan, the Distributor has entered into an agreement with Merrill Lynch, Pierce, Fenner & Smith Inc. ("MLPF&S") which provides for the compensation of MLPF&S for providing distribution-related services to the Fund. For the year ended November 30, 1993, MLFD earned \$2,574,752 under the Plan, all of which was paid to MLPF&S pursuant to the agreement.

For the year ended November 30, 1993, MLFD earned underwriting discounts of \$89,960, and MLPF&S earned dealer concessions of \$1,420,365 on sales of Class A Shares. MLPF&S also received contingent deferred sales charges of

\$537,201 relating to Class B Share transactions and \$99,827 in commissions on the execution of portfolio security transactions for the Fund during the period.

Financial Data Services, Inc. ("FDS"), a wholly-owned subsidiary of Merrill Lynch & Co., Inc., is the Fund's transfer agent.

Accounting services are provided to the Fund by MLAM at cost.

Certain officers and/or directors of the Fund are officers and/or directors of MLIM, MLPF&S, FDS, MLFD, and/or Merrill Lynch & Co., Inc.

3. Investments:

Purchases and sales of investments, excluding short-term securities, for the year ended November 30, 1993 were \$355,323,536 and \$29,824,441, respectively.

Net realized and unrealized gains (losses) as of November 30, 1993 were as follows:

	Realized Gains (Losses)	Unrealized Gains
Long-term investments	\$ 4,662,955	\$ 51,202,732
Short-term investments	(2)	--
Foreign currency transactions	53,369	444
	-----	-----
Total	\$ 4,716,322	\$ 51,203,176
	=====	=====

As of November 30, 1993, net unrealized appreciation for Federal income tax purposes aggregated \$51,202,732, of which \$57,866,566 related to appreciated securities and \$6,663,834 related to depreciated securities. At November 30, 1993, the aggregate cost of investments for Federal income tax purposes was \$642,431,150.

4. Capital Stock Transactions:

Net increase in net assets derived from capital share transactions was \$404,174,719 and \$112,505,457 for the years ended November 30, 1993 and November 30, 1992, respectively.

Transactions in capital shares for Class A and Class B shares were as follows:

Class A Shares for the Year Ended November 30, 1993	Shares	Dollar Amount
Shares sold	4,349,217	\$ 56,997,490
Shares issued to shareholders in reinvestment of dividends and distributions	85,983	1,081,152
	-----	-----
Total issued	4,435,200	58,078,642
Shares redeemed	(905,090)	(11,584,655)
	-----	-----
Net increase	3,530,110	\$ 46,493,987
	=====	=====

Class A Shares for the Year Ended November 30, 1992	Shares	Dollar Amount
Shares sold	1,310,420	\$ 14,652,320
Shares issued to shareholders in reinvestment of dividends	67,282	724,651
	-----	-----
Total issued	1,377,702	15,376,971
Shares redeemed	(655,555)	(7,180,713)
	-----	-----
Net increase	722,147	\$ 8,196,258
	=====	=====

Class B Shares for the Year Ended November 30, 1993	Shares	Dollar Amount
Shares sold	30,702,352	\$399,813,619
Shares issued to shareholders in reinvestment of dividends and distributions	501,195	6,292,835
	-----	-----
Total issued	31,203,547	406,106,454
Shares redeemed	(3,809,433)	(48,425,722)
	-----	-----
Net increase	27,394,114	\$357,680,732
	=====	=====

Class B Shares for the Year Ended November 30, 1992	Shares	Dollar Amount
Shares sold	11,092,786	\$123,538,723
Shares issued to shareholders in reinvestment of dividends	291,061	3,142,568
	-----	-----
Total issued	11,383,847	126,681,291
Shares redeemed	(2,034,872)	(22,372,092)
	-----	-----
Net increase	9,348,975	\$104,309,199
	=====	=====

5. Subsequent Event:

On December 15, 1993, the Fund's Board of Directors declared an ordinary income dividend of \$0.124013 per Class A Share and a \$0.099074 per Class B Share, and a capital gains distribution of \$0.026921 per Class A and Class B Share, payable on December 23, 1993, to shareholders of record as of December 15, 1993.

<AUDIT-REPORT>

INDEPENDENT AUDITORS' REPORT

The Board of Directors and Shareholders,  
Merrill Lynch Global Utility Fund, Inc.:

We have audited the accompanying statement of assets and liabilities, including the schedule of investments, of Merrill Lynch Global Utility Fund, Inc. as of November 30, 1993, the related statements of operations for the year then ended and changes in net assets for each of the years in the two-year period then ended, and the financial highlights for the

two-year period then ended and the period December 28, 1990 (commencement of operations) to November 30, 1991. 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 the 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 the financial highlights are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. Our procedures included confirmation of securities owned at November 30, 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, such financial statements and financial highlights present fairly, in all material respects, the financial position of Merrill Lynch Global Utility Fund, Inc. as of November 30, 1993, the results of its operations, the changes in its net assets, and the financial highlights for the respective stated periods in conformity with generally accepted accounting principles.

Deloitte & Touche  
Princeton, New Jersey  
December 31, 1993

</AUDIT-REPORT>

APPENDIX: GRAPHIC AND IMAGE MATERIAL

Total Return Based on a \$10,000 Investment

A line graph depicting the growth of an investment in the Fund's Class A and Class B Shares compared to growth of an investment in the Financial Times--Actuaries World Index and the Financial Times--Actuaries World Utility Index. Beginning and ending values are:

	12/28/90**	11/31/93
ML Global Utility Fund, Inc. +---Class A Shares*	\$ 9,350	\$ 13,890
ML Global Utility Fund, Inc. +---Class B Shares*	\$ 10,000	\$ 14,324
Financial Times-- Actuaries World Index++++	\$ 10,000	\$ 13,275
Financial Times--Actuaries World Utility Index +++++	\$ 10,000	\$ 14,924

[FN]

\*Assuming maximum sales charge, transaction costs and other operating expenses, including advisory fees.

\*\*Commencement of Operations.

++ML Global Utility Fund, Inc. invests at least 65% of its total assets in common stocks (including preferred or debt securities convertible into common stocks), preferred stocks and debt securities issued by domestic and foreign companies in the utilities industries.

++++This unmanaged market capitalization-weighted Index is comprised of nearly 2,200 equities from 24 countries in 12 regions, including the United States.

+++++This unmanaged market capitalization-weighted Index is comprised of utility stocks from any of the 24 countries that make up the Financial Times--Actuaries World Income.