

SECURITIES AND EXCHANGE COMMISSION

FORM NSAR-B

Annual report for management companies filed on Form N-SAR

Filing Date: **1994-03-01** | Period of Report: **1993-12-31**
SEC Accession No. **0000356683-94-000002**

([HTML Version](#) on secdatabase.com)

FILER

PRUDENTIAL EQUITY FUND

CIK: **356683** | IRS No.: **133104589** | State of Incorpor.: **MD** | Fiscal Year End: **1231**
Type: **NSAR-B** | Act: **40** | File No.: **811-03336** | Film No.: **94514082**

Mailing Address
*ONE SEAPORT PLZ
NEW YORK NY 10292*

Business Address
*199 WATER ST
NEW YORK NY 10292
2122141250*

PAGE 1

000 B000000 12/31/93
000 C000000 0000000000
000 D000000 N
000 E000000 NF
000 F000000 Y
000 G000000 N
000 H000000 N
000 I000000 3.0
000 J000000 A
001 A000000 PRUDENTIAL EQUITY FUND
001 B000000 811-3326
001 C000000 2122141248
002 A000000 199 WATER STREET
002 B000000 NEW YORK
002 C000000 NY
002 D010000 10292
003 000000 N
004 000000 N
005 000000 N
006 000000 N
007 A000000 N
007 B000000 0
007 C010100 1
007 C010200 2
007 C010300 3
007 C010400 4
007 C010500 5
007 C010600 6
007 C010700 7
007 C010800 8
007 C010900 9
007 C011000 10
008 A000001 THE PRUDENTIAL INVESTMENT CORP.
008 B000001 S
008 C000001 801-22808
008 D010001 NEWARK
008 D020001 NJ
008 D030001 07101
008 A000002 PRUDENTIAL MUTUAL FUND MANAGEMENT, INC.
008 B000002 A
008 C000002 801-31104
008 D010002 NEW YORK
008 D020002 NY
008 D030002 10292
011 A000001 PRUDENTIAL SECURITIES INC.
011 B000001 8-27154
011 C010001 NEW YORK
011 C020001 NY

011 C030001 10292
011 A000002 PRUDENTIAL MUTUAL FUND DISTRIBUTORS, INC.
011 B000002 8-38739

PAGE 2

011 C010002 NEW YORK
011 C020002 NY
011 C030002 10292
012 A000001 PRUDENTIAL MUTUAL FUND SERVICES, INC.
012 B000001 85-4110019
012 C010001 EDISON
012 C020001 NJ
012 C030001 08837
013 A000001 PRICE WATERHOUSE
013 B010001 NEW YORK
013 B020001 NY
013 B030001 10036
014 A000001 PRUDENTIAL SECURITIES INCORPORATED
014 B000001 8-27154
014 A000002 PRUCO SECURITIES CORPORATION
014 B000002 8-16402
014 A000003 PRUDENTIAL MUTUAL FUND DISTRIBUTORS, INC.
014 B000003 8-38739
015 A000001 STATE STREET BANK AND TRUST CO.
015 B000001 C
015 C010001 NORTH QUINCY
015 C020001 MA
015 C030001 02171
015 E010001 X
018 000000 Y
019 A000000 Y
019 B000000 67
019 C000000 PRUDENTIAL
020 A000001 PRUDENTIAL SECURITIES, INC.
020 B000001 22-2347336
020 C000001 351
020 A000002 MERRILL LYNCH, PIERCE, FENNER & SMITH, INC.
020 B000002 13-5674085
020 C000002 138
020 A000003 BEAR, STEARNS & CO., INC.
020 B000003 13-3299429
020 C000003 103
020 A000004 COUNTY NATWEST SECURITIES
020 B000004 13-3312778
020 C000004 87
020 A000005 GOLDMAN, SACHS & CO.
020 B000005 13-5108880
020 C000005 82
020 A000006 FIRST BOSTON CORP.
020 B000006 13-5659485
020 C000006 75

020 A000007 BERNSTEIN (SANFORD C.) & CO., INC.
020 B000007 13-2625874
020 C000007 65
020 A000008 SMITH BARNEY SHEARSON, INC.
020 B000008 13-1912900

PAGE 3

020 C000008 62
020 A000009 WEEDEN & CO. L.P.
020 B000009 13-3364318
020 C000009 58
020 A000010 PAINWEBBER INC.
020 B000010 13-2638166
020 C000010 57
021 000000 1617
022 A000001 MORGAN (J.P.) SECURITIES, INC.
022 B000001 13-3224016
022 C000001 15757535
022 D000001 0
022 A000002 BEAR, STEARNS & CO., INC.
022 B000002 13-3299429
022 C000002 12921714
022 D000002 14452
022 A000003 MORGAN STANLEY & CO., INC.
022 B000003 13-2655998
022 C000003 12666486
022 D000003 2567
022 A000004 KIDDER, PEABODY & CO., INC.
022 B000004 13-5650440
022 C000004 8695868
022 D000004 0
022 A000005 FIRST BOSTON CORP.
022 B000005 13-5659485
022 C000005 8174390
022 D000005 0
022 A000006 MERRILL LYNCH, PIERCE, FENNER & SMITH, INC.
022 B000006 13-5674085
022 C000006 4417501
022 D000006 0
022 A000007 GOLDMAN, SACHS & CO.
022 B000007 13-5108880
022 C000007 3434172
022 D000007 91
022 A000008 BANKERS TRUST COMPANY
022 B000008 13-4941247
022 C000008 2348796
022 D000008 0
022 A000009 LEHMAN, INC.
022 B000009 13-2518466
022 C000009 1526143
022 D000009 0

022 A000010 SMITH BARNEY SHEARSON, INC.
022 B000010 13-1912900
022 C000010 954620
022 D000010 0
023 C000000 72624466
023 D000000 32208
024 000000 Y

PAGE 4

025 A000001 BEAR, STEARNS & CO., INC.
025 B000001 13-3299429
025 C000001 D
025 D000001 99058
025 A000002 KIDDER, PEABODY & CO., INC.
025 B000002 13-5650440
025 C000002 D
025 D000002 115005
025 A000003 GOLDMAN, SACHS & CO.
025 B000003 13-5108880
025 C000003 D
025 D000003 122366
025 A000004 DELETE
025 D000004 0
025 D000005 0
025 D000006 0
025 D000007 0
025 D000008 0
026 A000000 N
026 B000000 Y
026 C000000 Y
026 D000000 Y
026 E000000 N
026 F000000 N
026 G010000 N
026 G020000 N
026 H000000 N
027 000000 Y
028 A010000 124219
028 A020000 0
028 A030000 0
028 A040000 78171
028 B010000 107985
028 B020000 19892
028 B030000 0
028 B040000 69105
028 C010000 93213
028 C020000 0
028 C030000 0
028 C040000 80370
028 D010000 64793
028 D020000 0

028	D030000	0
028	D040000	40863
028	E010000	112155
028	E020000	0
028	E030000	0
028	E040000	98711
028	F010000	132011
028	F020000	89612
028	F030000	0

PAGE 5

028	F040000	103562
028	G010000	634376
028	G020000	109504
028	G030000	0
028	G040000	470782
028	H000000	69478
029	000000	Y
030	A000000	2373
030	B000000	5.25
030	C000000	0.50
031	A000000	76
031	B000000	0
032	000000	0
033	000000	2297
034	000000	Y
035	000000	1957
036	A000000	N
036	B000000	0
037	000000	N
038	000000	0
039	000000	N
040	000000	Y
041	000000	Y
042	A000000	0
042	B000000	0
042	C000000	0
042	D000000	100
042	E000000	0
042	F000000	0
042	G000000	0
042	H000000	0
043	000000	15611
044	000000	0
045	000000	Y
046	000000	N
047	000000	Y
048	000000	0.000
048	A010000	500000
048	A020000	0.500
048	B010000	500000

048 B020000 0.475
048 C010000 0
048 C020000 0.000
048 D010000 0
048 D020000 0.000
048 E010000 0
048 E020000 0.000
048 F010000 0
048 F020000 0.000
048 G010000 0
048 G020000 0.000

PAGE 6

048 H010000 0
048 H020000 0.000
048 I010000 0
048 I020000 0.000
048 J010000 0
048 J020000 0.000
048 K010000 1000000
048 K020000 0.450
049 000000 N
050 000000 N
051 000000 N
052 000000 N
053 A000000 N
054 A000000 Y
054 B000000 Y
054 C000000 N
054 D000000 N
054 E000000 N
054 F000000 N
054 G000000 N
054 H000000 Y
054 I000000 N
054 J000000 Y
054 K000000 N
054 L000000 N
054 M000000 N
054 N000000 N
054 O000000 N
055 A000000 Y
055 B000000 N
056 000000 Y
057 000000 N
058 A000000 N
059 000000 Y
060 A000000 Y
060 B000000 Y
061 000000 1000
062 A000000 N

062 B000000 0.0
062 C000000 0.0
062 D000000 0.0
062 E000000 0.0
062 F000000 0.0
062 G000000 0.0
062 H000000 0.0
062 I000000 0.0
062 J000000 0.0
062 K000000 0.0
062 L000000 0.0
062 M000000 0.0
062 N000000 0.0

PAGE 7

062 O000000 0.0
062 P000000 0.0
062 Q000000 0.0
062 R000000 0.0
063 A000000 0
063 B000000 0.0
066 A000000 Y
066 D000000 Y
067 000000 N
068 A000000 N
068 B000000 N
069 000000 N
070 A010000 Y
070 A020000 Y
070 B010000 Y
070 B020000 N
070 C010000 N
070 C020000 N
070 D010000 Y
070 D020000 N
070 E010000 N
070 E020000 N
070 F010000 Y
070 F020000 N
070 G010000 Y
070 G020000 N
070 H010000 Y
070 H020000 N
070 I010000 N
070 I020000 N
070 J010000 Y
070 J020000 N
070 K010000 Y
070 K020000 N
070 L010000 N
070 L020000 N

070	M010000	Y	
070	M020000	N	
070	N010000	Y	
070	N020000	N	
070	O010000	Y	
070	O020000	Y	
070	P010000	N	
070	P020000	N	
070	Q010000	N	
070	Q020000	N	
070	R010000	N	
070	R020000	N	
071	A000000		488102
071	B000000		304397
071	C000000		1421604

PAGE 8

071	D000000		21
072	A000000		12
072	B000000		9093
072	C000000		35991
072	D000000		0
072	E000000		0
072	F000000		8087
072	G000000		0
072	H000000		0
072	I000000		2455
072	J000000		285
072	K000000		0
072	L000000		786
072	M000000		45
072	N000000		249
072	O000000		202
072	P000000		0
072	Q000000		0
072	R000000		45
072	S000000		25
072	T000000		15611
072	U000000		0
072	V000000		0
072	W000000		55
072	X000000		27845
072	Y000000		0
072	Z000000		17239
072AA	000000		122844
072BB	000000		6096
072CC	010000		183733
072CC	020000		0
072DD	010000		13832
072DD	020000		3389
072EE	000000		96666

073	A010000	0.1150
073	A020000	0.2200
073	B000000	0.7000
073	C000000	0.0000
074	A000000	0
074	B000000	367097
074	C000000	0
074	D000000	0
074	E000000	0
074	F000000	1659902
074	G000000	0
074	H000000	0
074	I000000	0
074	J000000	3462
074	K000000	0
074	L000000	12123
074	M000000	29

PAGE 9

074	N000000	2042613
074	O000000	5584
074	P000000	2328
074	Q000000	0
074	R010000	0
074	R020000	0
074	R030000	0
074	R040000	7532
074	S000000	0
074	T000000	2027169
074	U010000	130047
074	U020000	16854
074	V010000	13.80
074	V020000	13.80
074	W000000	0.0000
074	X000000	228571
074	Y000000	0
075	A000000	0
075	B000000	1713770
076	000000	0.00
077	A000000	Y
077	B000000	Y
077	C000000	Y
077	D000000	N
077	E000000	N
077	F000000	N
077	G000000	N
077	H000000	N
077	I000000	N
077	J000000	Y
077	K000000	N
077	L000000	N

077 M000000 N
077 N000000 N
077 O000000 Y
077 P000000 N
077 Q010000 Y
077 Q020000 N
077 Q030000 N
078 000000 N
080 A000000 ICI MUTUAL INSURANCE COMPANY
080 C000000 65000
081 A000000 Y
081 B000000 81
082 A000000 N
082 B000000 0
083 A000000 N
083 B000000 0
084 A000000 N
084 B000000 0
085 A000000 Y

PAGE 10

085 B000000 N
086 A010000 0
086 A020000 0
086 B010000 0
086 B020000 0
086 C010000 0
086 C020000 0
086 D010000 0
086 D020000 0
086 E010000 0
086 E020000 0
086 F010000 0
086 F020000 0

SIGNATURE SUSAN C. COTE'
TITLE TREASURER

For the year ended (a) December 31, 1993
File number (c) 811-3326

SUB-ITEM 77C
Submission of Matters to a Vote of Security Holders

A Special Meeting of Shareholders was held on November 18, 1993. At such meeting the shareholders elected the entire slate of Directors, ratified the selection of independent accountants and approved the following proposals:

- a) approval of the elimination of the Fund's fundamental investment restrictions regarding restricted and illiquid securities.

Affirmative votes cast	Negative votes cast
49,315,323	6,352,455

- b) approval of an amendment of the Fund's investment restrictions to permit certain hedging and income enhancement strategies using options on stock index futures contracts.

Affirmative votes cast	Negative votes cast
50,288,915	5,724,590

- c) approval of the elimination of the Fund's investment restrictions regarding the percentage of assets that may be invested in foreign securities.

Affirmative votes cast	Negative votes cast
50,552,088	5,807,068

- d) approval of an amendment of the Fund's investment restrictions to permit investments in forward foreign currency exchange contracts, options on foreign currencies, and futures contracts of foreign currencies and options thereon.

Affirmative votes cast	Negative votes cast
---------------------------	------------------------

49,568,005	6,482,789
------------	-----------

- e) approval of an amendment to the Articles of Incorporation to change the name of the Fund to "Prudential Equity Fund, Inc."

Affirmative votes cast	Negative votes cast
---------------------------	------------------------

67,094,623	1,240,562
------------	-----------

- f) approval of an amendment of the Fund's investment restriction to increase the percentage of assets of the Fund that may be invested in shares of other investment companies.

Affirmative votes cast	Negative votes cast
---------------------------	------------------------

51,947,357	4,263,086
------------	-----------

- g) approval of an amendment of the Fund's investment restriction limiting the Fund's ability to invest in a security if the Fund would hold more than 10% of any class of a security of and issuer.

Affirmative votes cast	negative votes cast
---------------------------	------------------------

50,748,943	5,076,851
------------	-----------

- h) approval of the elimination of the Fund's investment restriction limiting the Fund's ability to invest in the securities of any issuer in which officers and directors of the Fund or officers and directors of the Fund's adviser own an interest.

Affirmative votes cast	Negative votes cast
---------------------------	------------------------

47,508,670	8,464,537
------------	-----------

For the fiscal year ended (a) Decmber 31, 1993
File number (c) 811-3326

SUB-ITEM 77 0

EXHIBITS

Transactions Effected Pursuant to Rule 10f-3

I.

1. Name of Issuer
Navistar
2. Date of Purchase
10/14/93
3. Number of securities Purchased
164,400
4. Dollar Amount of Securities Purchased
\$3,596,250
5. Price Per Unit
\$21.875
6. Name (s) of Underwriter(s) or Dealer(s)
from whom Purchased
CS First Boston Corporation
7. Other Members of the Underwriting Syndicate
See Exhibit A

Navistar

Exhibit A

Underwriter

CS First Boston Corporation
Lehman Brothers Inc.
J.P Morgan Securities Inc.
Bear, Stearns & Co. Inc.
Gabelli & Co. Inc

Invemed Associates, Inc.
Ladenburg, Thalmann & Co. Inc
Oppenheimer & Co., Inc.
Paine Webber Incorporated
Prudential Securities Incorporated
RBC Dominion Securities Corporation
Salomon Brothers Inc
SBCI Swiss Bank Corporation Investment Banking Inc.
ScotiaMcLeod (USA) Inc.
The Chicago Dearborn Company
Kemper Securities, Inc.
Legg Mason Wood Walker, Inc.
McDonald & Company Securities, Inc.
Ragen Mackenzie Incorporated

For the fiscal year ended (a) December 31, 1993
File number (c) 811-3326

SUB-ITEM 77 0

EXHIBITS

Transactions Effected Pursuant to Rule 10f-3

II.

1. Name of Issuer
YPF Sociedad Anonima ADR
2. Date of Purchase
6/28/93
3. Number of Securities Purchased
230,600
4. Dollar Amount of Securities Purchased
\$4,381,400
5. Price Per Unit
\$19.00
6. Name (s) of Underwriter(s) or Dealer(s)
from whom Purchased
The First Boston Corporation
7. Other Members of the Underwriting Syndicate
See Exhibit A

Exhibit A

Underwriter

The First Boston Corporation
Merrill Lynch, Pierce, Fenner & Smith, Inc.
Goldman, Sachs & Co.
Salomon Brothers Inc.
Bear, Stearns & Co., Inc.
J.P. Morgan Securities, Inc.
PaineWebber Incorporated
Alex Brown & Sons Incorporated
BT Securities Corporation
Dillon, Read & Co., Inc.
Donaldson, Lufkin & Jenrette Securities Corporation
A.G. Edwards & Sons, Inc.
Howard, Weil, Labouisse, Friedrichs Incorporated
Kidder, Peabody & Co., Incorporated
Lazard Freres & Co.
Morgan Stanley & Co. Incorporated
Oppenheimer & Co., Inc.
Prudential Securities Incorporated
Shearson Lehman Brothers Inc.
Smith Barney, Harris Upham & Co., Incorporated
Wertheim Schroder & Co., Inc.
Dean Witter Reynolds Inc.
Baring Securities Inc.
Credit Lyonnais Securities (USA) Inc.
Deutsche Bank Capital Corporation
Kleinwort Benson North America Inc.
Nomura Securities International, Inc.
Paribas Corporation
Serfin Securities, Inc.
Smith New Court, Carl Marks Inc.
S.G. Warburg & Co., Inc.
Yamaichi International (America), Inc.
Advest, Inc.
Allen & Company Incorporated
Arnhold and S. Bleichroeder, Inc.
Robert W. Baird & Co., Incorporated
Sanford C. Bernstein & Co., Inc.
William Blair & Company
J.C. Bradford & Company
Cowen & Company
Dain Bosworth Incorporated
Fahnestock & Co., Inc.
First Albany Corporation
First of Michigan Corporation

Gruntal & Co., Incorporated
Interstate/Johnson Lane Corporation
Invemed Associates, Inc.
Janney Montgomery Scott Inc.
Edward D. Jones & Co.
Kemper Securities, Inc.
Ladenburg, Thalmann & Co. Inc.
Legg Mason Wood Walker, Incorporated
Mabon Securities Corp.
McDonald & Company Securities, Inc.
Morgan Keegan and Company, Inc.
Needham & Company, Inc.
Neuberger & Berman
Petrie Parkman & Co., Inc.
Piper Jaffray Inc.
The Principal/Eppler, Guerin & Turner, Inc.
Ragen Mackenzie Incorporated
Rauscher Pierce Refsnes, Inc.
Raymond James & Associates, Inc.
The Robinson-Humphrey Company, Inc.
Stephens Inc.
Stifel, Nicolaus & Company, Incorporated
Sutro & Co. Incorporated
Tucker Anthony Incorporated
Wheat, First Securities, Inc.
Baird, Patrick & Co., Inc.
The Chicago Corporation
Crowell, Weedon & Co.
Dominick & Dominick, Incorporated
Mesirow Financial, Inc.
The Ohio Company
Parker/Hunter Incorporated
Pennsylvania Merchant Group Ltd
Rodman & Renshaw, Inc.
Roney & Co.
Seidler Amdec Securities, Inc.
Southcoast Capital Corporation
Utendahl Capital Partners, L.P
Wedbush Morgan Securities

For the fiscal year ended (a) December 31, 1993
File number (c) 811-3326

SUB-ITEM 77 0

EXHIBITS

Transactions Effected Pursuant to Rule 10f-3

III.

1. Name of Issuer
Sylvan Learning Systems
2. Date of Purchase
12/9/93
3. Number of Securities Purchased
10,000
4. Dollar Amount of Securities Purchased
\$110,000
5. Price Per Unit
\$11.00
6. Name (s) of Underwriter(s) or Dealer(s)
from whom Purchased
Alex Brown
7. Other Members of the Underwriting Syndicate
See Exhibit A

Sylvan Learning Systems

Exhibit A

Underwriter

Alex. Brown & Sons Incorporated
Robertson, Stephens & Company, L.P
Bear, Stearns & Co. Inc.
Dillon, Read & Co. Inc.
Donaldson, Lufkin & Jenrette Securities Corporation
A.G Edwards & Sons, Inc.
Hambrecht & Quist Incorporated
Kidder, Peabody & Co. Incorporated
Merril Lynch, Pierce, Fenner & Smith Incorporated
Montgomery Securities
Morgan Stanley & Co. Incorporated
Oppenheimer & Co., Inc.
Paine Webber Incorporated
Prudential Securities Incorporated
Salomon Brothers Inc
Smith Barney Shearson Inc.
Wertheim Schroder & Co. Incorporated
Dean Witter Reynolds Inc.

Advest, Inc.
Arnhold and S. Bleichroeder, Inc.
Dain Bosworth Incorporated
Furman Selz Incorporated
Gruntal & Co. Incorporated
Johnston, Lemon & Co. Incorporated
Kemper Securities, Inc.
Legg Mason Wood Walker, Incorporated
The Ohio Company
Piper Jaffray Inc.
Raymond James & Associates, Inc.
The Robinson-Humphrey Company Inc.
Stephens Inc.
Wheat, First Securities, Inc.
The Chapman Co.
Dominick & Dominick, Incorporated
Ferris, Baker Watts Incorporated
John G. Kinnard and Company, Incorporated
Pennsylvania Merchant Group Ltd.
Ragen Mackenzie Incorporated
Van Kasper & Company

For the fiscal year ended (a) December 31, 1993
File number (c) 811-3326

SUB-ITEM 77 0

EXHIBITS

Transactions Effected Pursuant to Rule 10f-3

IV.

1. Name of Issuer
TIG Holdings, Inc.
2. Date of Purchase
4/20/93
3. Number of Securities Purchased
68,500
4. Dollar Amount of Securities Purchased
\$1,549.813
5. Price Per Unit
\$22.625
6. Name (s) of Underwriter(s) or Dealer(s)

from whom Purchased
Morgan Stanley

7. Other Members of the Underwriting Syndicate
See Exhibit A

TIG Holdings, Inc.

Exhibit A

Underwriter

Morgan Stanley & Co., Incorporated
Donaldson, Lufkin & Jenrette Securities Corporation
Shearson Lehman Brothers Inc.
Advest, Inc.
Arnhold and S. Bleichroeder, Inc.
Robert W. Baird & Co.
M.R. Beal & Company
Bear Sterns & Co., Inc.
Sanford C. Bernstein & Co., Inc.
William Blair & Company
J.C. Bradford & Co.
Brimberg & Co.
Alex Brown & Sons Incorporated
Burnham Securities Inc.
Conning & Company
Cowen & Company
Crowell, Weedon & Co.
Dain Bosworth Incorporated
Dillon, Read & Co., Inc.
Doft and Co., Inc.
A.G. Edwards & Sons, Inc.
Fahnestock & Co., Inc.
First Albany Corporation
The First Boston Corporation
First Manhattan Co.
First of Michigan Corporation
Folger Nolan Fleming Douglas Incorporated
Fox-Pitt, Kelton Inc.
Furman Seiz Incorporated
Goldman, Sachs & Co.
Gruntal & Co. Incorporated
Hambrecht & Quist Incorporated
J.J.B. Hilliard, W.L. Lyons, Inc.
Interstate/Johnson Lane Corporation
Janney Montgomery Scott Inc.
Johnston, Lemon & Co., Incorporated

Edward D. Jones & Co.
Kemper Securities, Inc.
Kidder, Peabody & Co. Incorporated
Ladenburg, Thalmann & Co. Inc.
C.J Lawrence Inc.
Lazard Freres & Co.
Legg Mason Wood Walker, Incorporated
McDonald & Company Securities, Inc.
Merrill Lynch, Pierce, Fenner & Smith Incorporated
Montgomery Securities
Morgan Keegan & Company, Inc.
Needham & Company, Inc.
Neuberger & Berman
The Ohio Company
Paine Webber Incorporated
Parker/Hunter Incorporated
Paulsen, Dowling Securities, Inc.
Piper Jaffray Inc.
The Principal/Eppler, Guerin & Turner, Inc.
Prudential Securities Incorporated
Rauscher Pierce Refsnes, Inc.
Raymond James & Associates, Inc
Robertson, Stephens & Company, L.P.
The Robinson-Humphrey Company, Inc.
Roney & Co.
Rothschild Inc.
Salomon Brothers Inc.
SBCI Swiss Bank Corporation Investment Banking Inc.
Scott & Stringfellow Investment Corporation
Muriel Siebert & Co., Inc.
Smith Barney, Harris Upham & Co. Incorporated
Stephens Inc.
Sterne, Agee & Leach, Inc.
Stifel, Nicolaus & Company Incorporated
Sutro & Co. Incorporated
Tucker Anthony Incorporated
Wasserstein Perella Securities, Inc.
Wedbush Morgan Securities
Wertheim Schroder & Co. Incorporated
Wheat, First Securities, Inc.
Dean Witter Reynolds Inc.

For the fiscal year ended (a) December 31, 1993
File number (c) 811-3326

SUB-ITEM 77 0

EXHIBITS

Transactions Effected Pursuant to Rule 10f-3

V.

1. Name of Issuer
Chase Manhattan Corp.
2. Date of Purchase
6/10/93
3. Number of Securities Purchased
352,700
3. Dollar Amount of Securities Purchased
\$10,404,650
4. Price Per Unit
\$29.50
5. Name (s) of Underwriter(s) or Dealer(s)
from whom Purchased
Goldman Sachs
6. Other Members of the Underwriting Syndicate
See Exhibit A

Department 56

Exhibit A

Underwriter

Goldman, Sachs & Co.
The First Boston Corporation
Merrill Lynch, Pierce, Fenner & Smith Incorporated
Salomon Brothers Inc.
Bear, Stearns & Co. Inc.
Donaldson, Lufkin & Jenrette Securities Corporation
Morgan Stanley & Co. Incorporated
PaineWebber Incorporated
Shearson Lehman Brothers Inc.
Smith Barney, Harris Upham & Co. Incorporated
Alex. Brown & Sons Incorporated
Dillon, Read & Co. Inc.
A.G Edwards & Sons, Inc.
Hambrecht & Quist Incorporated
Keefe, Bruyette & Woods, Inc.
Kemper Securities, Inc.
Kidder, Peabody & Co. Incorporated
Lazard Freres & Co.

Montgomery Securities
J.P Morgan Securities Inc.
Oppenheimer & Co., Inc.
Prudential Securities Incorporated
Robertson, Stephens & Company, L.P
M.A Schapiro & C.O., Inc.
UBS Securities Inc.
S.G Warburg & Co. Inc.
Wertheim Schroder & Co. Inc.
Dean Witter Reynolds Inc.
Sanford C. Bernstein & Co., Inc.
C.J Lawrence Inc.
Advest, Inc.
Allen & Company Incorporated
William Blair & Company
J.C. Bradford & Co.
Cowen & Company
Dain Bosworth Incorporated
Furman Selz Incorporated
Edward D. Jones & Co.
Legg Mason Wood Walker, Incorporated
McDonald & Company Securities, Inc.
Piper Jaffray Inc.
Rauscher Pierce Refsnes, Inc.
Raymond James & Associates, Inc.
The Robinson-Humphrey Company, Inc.
Sutro & Co. Incorporated
Tucker Anthony Incorporated
Wheat, First Securities, Inc.
Arnhold and S. Bleichroeder, Inc.
Robert W. Baird & Co. Incorporated
The Chicago Corporation
Fahnestock & Co. Inc.
First Albany Corporation
First Southwest Company
Gruntal & Co., Incorporated
J.J.B. Hilliard, W.L. Lyons, Inc.
Howard, Weil, Labouisse, Friedrichs Incorporated
Interstate/Johnson Lane Corporation
Johnston, Lemon & Co. Incorporated
Ladenburg, Thalmann & Co.Inc.
Mabon Securities Corp.
Needham & Company, Inc.
Neuberger & Berman
The Ohio Company
Parker/Hunter Incorporated
The Principal/Eppler, Guerin & Turner, Inc.
Ragen Mackenzie Incorporated
Scott & Stringfellow, Inc.
Seidler Amdec Securities Inc.
Stifel, Nicolaus & Company Incorporated

Wedbush Morgan Securities
AIBC Investment Services Corporation
M.R Beal & Company
Brean Murray, Foster Securities Inc.
Carmona, Motley and Company, Inc.
The Chapman company
Daniels & Bell, Inc.
D.A. Davidson & Co. Incorporated
Doft & Co., Inc.
Doley Securities, Ic.
First Equity Corporation of Florida
First Manhattan Co.
Grigsby Brandford & Co., Inc.
WR Lazard, Laidlaw & Mead Incorporated
Pryor, McClendon, Counts & Co., Inc.
Samuel A. Ramirez & Co., Inc.
Rodman & Renshaw, Inc.
Muriel Siebert & Co., Inc.
Sloate, Weisman, Murray & Co. Inc
Sturdivant & Co., Inc.
Van Kasper & Company

February 9, 1994

To the Board of Directors of
Prudential Equity Fund

In planning and performing our audit of the financial statements of Prudential Equity Fund (the "Fund") for the year ended December 31, 1993, we considered its internal control structure, including procedures for safeguarding securities, in order to determine our auditing procedures for the purposes of expressing our opinion on the financial statements and to comply with the requirements of Form N-SAR, and not to provide assurance on the internal control structure.

The management of the Fund is responsible for establishing and maintaining an internal control structure. In fulfilling this responsibility, estimates and judgments by management are required to assess the expected benefits and related costs of internal control structure policies and procedures. Two of the objectives of an internal control structure are to provide management with reasonable, but not absolute, assurance that assets are appropriately safeguarded against loss from unauthorized use or disposition and that transactions are executed in accordance with management's authorization and recorded properly to permit preparation of financial statements in conformity with generally accepted accounting principles.

Because of inherent limitations in any internal control structure, errors or irregularities may occur and not be detected. Also, projection of any evaluation of the structure to future periods is subject to the risk that it may become inadequate because of changes in conditions or that the effectiveness of the design and operation may deteriorate.

Our consideration of the internal control structure would not necessarily disclose all matters in the internal control structure that might be material weaknesses under standards established by the American Institute of Certified Public Accountants. A material weakness is a condition in which the design or operation of the specific internal control structure elements does not reduce to a relatively low level the risk that errors or irregularities in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. However, we noted no matters involving the internal control structure, including procedures for safeguarding securities, that we consider to be material weaknesses as defined above as of December 31, 1993.

This report is intended solely for the information and use of management and the Securities and Exchange Commission.

PRICE WATERHOUSE
1177 Avenue of the Americas
New York, New York 10036

Board of Directors or Trustees of:

Prudential Adjustable Rate Securities Fund
The BlackRock Government Income Trust
Prudential California Municipal Fund
Prudential Equity Fund
Prudential Equity Income Fund
Prudential FlexiFund (2 Portfolios)
Prudential GNMA Fund
Prudential Global Fund
Prudential Global Genesis Fund
Prudential Global Natural Resources Fund
Prudential Government Plus Fund
Prudential Growth Fund
Prudential Growth Opportunity
Prudential High Yield Fund
Prudential IncomeVertible Fund
Prudential Intermediate Global Income Fund
Prudential Multi-Sector Fund
Prudential Municipal Bond Fund (3 Portfolios)
Prudential Municipal Series Fund (11 Portfolios)
Prudential National Municipals Fund
Prudential Pacific Growth Fund
Prudential Short-Term Global Income Fund (2 Portfolios)
Prudential Strategic Income Fund
Prudential Structured Maturity Fund
Prudential U.S. Government Fund
Prudential Utility Fund
Global Utility Fund, Inc.
Nicholas-Appelgate Fund, Inc.

We have examined the accompanying description of the Prudential Dual Pricing Worksheet (the "Worksheet") application of State Street Bank and Trust Company ("State Street"), custodian and recordkeeper for the Prudential Mutual Funds (the "Funds"). Our examination included procedures to obtain reasonable assurance about whether (1) the accompanying description presents fairly, in all material respects, the aspects of State Street's policies and procedures that may be relevant to a Fund's internal control structure relating to the Worksheet, (2) the control structure policies and procedures included in the description were suitably designed to achieve the control objectives specified in the description, if those policies and procedures were complied with satisfactorily, and (3) such policies and procedures had been placed in operation as of June 30, 1993. The control objectives were specified by Prudential Mutual Fund Management. Our examination was performed in accordance with standards established by the American Institute of Certified Public Accountants and included those procedures we considered necessary in the circumstances to obtain a reasonable basis for rendering our opinion.

In our opinion, the accompanying description of the aforementioned application presents fairly, in all material respects, the relevant aspects of State Street's policies and procedures that had been placed in operation as of June 30, 1993. Also, in our opinion, the policies and procedures, as described, are suitably designed to provide reasonable assurance that the specified control objectives would be achieved if the described policies and procedures were complied with satisfactorily.

In addition to the procedures we considered necessary to render our opinion as expressed in the previous paragraph, we applied tests to specific policies and procedures, listed in Section I, to obtain evidence about their effectiveness in meeting the control objectives, described in Section I during the period from July 1, 1992 to June 30, 1993. The nature, timing, extent, and results of the tests are listed in Section II. In our opinion the policies and procedures that were tested, as described in Section II, were operating with sufficient effectiveness to provide reasonable, but not absolute, assurance that the control objectives specified in Section I were achieved during the period from July 1, 1992 to June 30, 1993.

The relative effectiveness and significance of specific policies and procedures at State Street, and their effect on assessments of control risk on the Funds are dependent on their interaction with the policies, procedures, and other factors present at individual Funds. We have performed no procedures to evaluate the effectiveness of policies and procedures at individual Funds in connection with this report.

The description of policies and procedures at State Street is as of June 30, 1993, and information about tests of the operating effectiveness of specified policies and procedures covers the period from July 1, 1992 to June 30, 1993. Any projection of such information to the future is subject to the risk that, because of change, the description may no longer portray the system in existence. The potential effectiveness of specified policies and procedures at State Street is subject to inherent limitations and, accordingly, errors or irregularities may occur and not be detected. Furthermore, the projection of any conclusions, based on our findings, to future periods is subject to the risk that changes may alter the validity of such conclusions.

This report is intended solely for use by the management and Boards of Directors/Trustees of the Funds, the independent auditors of the Funds and the Securities and Exchange Commission.

DELOITTE & TOUCHE
August 13, 1993

SECTION I

Policies and Procedures Placed in Operation Prudential Dual Pricing Worksheet

Effective January 22, 1990, the Funds, offered by Prudential Securities Incorporated (formerly Prudential-Bache Securities, Inc.) and Prudential Mutual Fund Distributors, Inc., adopted a dual pricing system. The dual pricing system consists of two classes of shares (Class A and Class B) for the Funds. The Class A shares are subject to a front-end sales load and the Class B shares are subject to a contingent deferred sales charge. The two classes of shares represent interests in the same portfolio of investments of the respective Fund and are identical in all respects, except that each class is subject to different distribution expenses and has exclusive voting rights with respect to the Rule 12b-1 distribution plan pursuant to which such distribution expenses are paid.

In order to allocate income and expenses between the two classes of shares, State Street Bank and Trust Company (the Funds' custodian and recordkeeper) utilizes the Prudential Dual Pricing Worksheet (the "Worksheet") (see Exhibit I). The Worksheet is a manual supplementary application that extracts relevant data from the Funds' primary accounting system, allocates income and expenses between the two classes of shares and computes the daily net asset value and, if applicable, the dividend/distribution for each class of shares. Internal accounting controls that are relevant to the Fund can be divided into two components - controls related to the mutual fund accounting system resident at State Street Bank and Trust Company (the "primary accounting system") and controls related to the Worksheet.

The specific control objectives and policies and procedures relating to the Worksheet are described on pages 4 and 5. A description of the tests of the policies and procedures designed to obtain evidence about the operating effectiveness of those policies and procedures in achieving the specific control objectives is included in Section II.

Control Objectives and Policies and Procedures
Prudential Dual Pricing Worksheet

The Worksheet is a supplementary manual application to the Funds' primary accounting system. Certain data is extracted from the primary accounting system to allocate income and expenses and to calculate the daily net asset value and, if applicable, dividends/distributions for each class of shares. The primary accounting system includes the details of transactions in accordance with the Investment Company Act of 1940, as amended.

The following represents the internal accounting control objectives and policies and procedures for the allocation of income and expenses and the computation of the net asset value and, if applicable, the dividend/distribution for each class of shares utilizing the Worksheet. It does not cover the internal accounting control policies and procedures surrounding the processing of information into the Funds' primary accounting system.

CONTROL OBJECTIVES

CONTROL POLICIES AND PROCEDURES

A. Capital share activity as reported by the Fund's transfer agent is recorded for each class in an accurate and timely manner by the fund.

B. Net Asset Value ("NAV") and, if applicable, the dividend/distribution for each class are accurately computed on a daily basis.

1. Daily, the transfer agent forwards reports of capital share capital share activity for each class which includes a summary of subscriptions, redemptions, exchanges and other information (the "Supersheet"). The opening day's balance for shares outstanding and for shares eligible for dividends are recorded on the Worksheet. shares eligible for dividends are recorded on

2. Estimated interim share activity for the current day not recorded in the Supersheet is received via telefax from the transfer agent and is recorded for each class on the Worksheet.

1. The prior days ending NAV per share (unrounded) for each class is agreed to the prior day's Worksheet.

2. The daily net capital stock activity for each class for the current day is agreed to the Supersheet as described in Control Procedures A.1 and 2., above.

3. Percentage Assets by Class and Percentage Dividend Assets by Class are calculated for each class based upon information from the prior day Worksheet and information recorded on the Supersheet.

CONTROL OBJECTIVES

CONTROL POLICIES AND PROCEDURES

4. Allocate investment income between classes based on the appropriate asset allocation percentage for each class.

5. Agree composite dividend income, interest income, income amortization, income equalization, management fees, other expenses, realized gains and losses, and unrealized appreciation/depreciation to the primary accounting system of the Fund.

6. Allocate expenses between classes as follows:

a. Expenses directly attributable to each class (12b-1 distribution expenses) are calculated and recorded to that class.

b. Expenses attributable to both classes are allocated in accordance with the appropriate asset allocation percentage for each class.

7. Allocate realized and unrealized gains and losses between the classes in accordance with the appropriate asset allocation percentage of each class.

8. Record dividends/distributions to shareholders of each class in the primary accounting system.

9. Aggregate the net assets for each class and agree to the total net assets per the primary accounting system.

10. For each class, reconcile the current day's NAV and, if applicable, the dividend/distribution to the previous day's NAV and dividend/distribution for each class.

11. The above procedures are reviewed by the Fund supervisor or manager.

SECTION II

Tests of Operating Effectiveness

Prudential Dual Pricing Worksheet
July 1, 1992 to June 30, 1993

We reviewed the methodology and procedures for calculating the daily net asset value and, if applicable, the dividends/distributions of the two classes of shares and the allocation of income and expenses between the two classes of shares.

The following are the detailed procedures which we performed with respect to the Worksheet. These procedures were performed for selected days encompassing all Funds subject to dual pricing during the year ended June 30, 1993, which we believe is a representative sample, to test compliance with the control policies and procedures as described in Section I.

Prudential Mutual Fund Management, Inc. is the manager of the Funds and has represented to us that adequate facilities are in place to ensure implementation of the methodology and procedures for calculating the net asset value and dividends/distributions of the two classes of shares and the allocation of income and expenses between the two classes of shares. Based on our review of the description of the policies and procedures of the Worksheet, as described in Section I, and performance of tests of operating effectiveness as described in Section II, we concur with such representation.

Agreed "Prior Day NAV Per Share" to the previous day's Worksheet and to the rounded NAV included on the Supersheet for each class.

Agreed "Shares Outstanding Beginning of the Day" to the Supersheet for each class.

Agreed "Activity/Estimate" to the estimated interim share activity reported via fax from the transfer agent for each class.

Recalculated "Current Shares Outstanding" by adding "Shares Outstanding Beginning of the Day" and "Activity/Estimate" for each class.

Recalculated for each class "Adjusted Total Assets" by multiplying "Prior Day NAV Per Share" by "Current Shares Outstanding."

Recalculated "Percentage Assets-Class A/Front End" by dividing "Adjusted Total Assets-Class A/Front End" by "Adjusted Total Assets Composite."

Recalculated "Percentage Assets-Class B/Back End" by dividing "Adjusted Total Assets-Class B/Back End" by "Adjusted Total Assets Composite."

Agreed "Dividend Shares Beginning of Day" to the Supersheet for each

class.

Agreed "Activity/Estimate" to the estimated interim share activity reported via fax from the transfer agent for each class.

Recalculated "Current Dividend Shares" by adding "Dividend Shares Beginning of Day" and "Activity/Estimate" for each class.

Recalculated for each class "Adjusted Dividend Assets" by multiplying "Prior Day NAV Per Share" by "Current Dividend Shares."

Recalculated "Percentage Dividend Assets-Class A/Front End" by dividing "Adjusted Dividend Assets-Class A/Front End" by "Adjusted Dividend Assets Composite."

Recalculated "Percentage Dividend Assets-Class B/Back End" by dividing "Adjusted Dividend Assets-Class B/Back End" by "Adjusted Dividend Assets Composite."

Agreed composite total "Dividend Income", "Interest Income", "Amortization" and "Income Equalization" to the primary accounting system.

Recalculated the allocation for each class of "Dividend Income", "Interest Income" and "Amortization" for daily dividend funds by multiplying the composite total by "Percentage Dividend Assets-Class A/Front End" and "Percentage Dividend Assets-Class B/Back End," and for non-daily dividend funds by multiplying the composite total by "Percentage Assets-Class A/Front End" and "Percentage Assets-Class B/Back End."

Recalculated "Daily Income", composite and for each class, by totaling "Dividend Income", "Interest Income", "Amortization" and "Income Equalization."

Agreed composite total "Management Fee" and "Other Fixed Expenses" to the primary accounting system.

Recalculated the allocation for each class of "Management Fee" and "Other Fixed Expenses" for daily dividend funds by multiplying the composite total by "Percentage Dividend Assets-Class A/Front End" and "Percentage Dividend Assets-Class B/Back End," and non-daily dividend funds by multiplying the composite total by "Percentage Assets-Class A/Front End" and "Percentage Assets-Class B/Back End."

Agreed the "12b-1 Fee-Class A/Front End" and "12b-1 Fee-Class B/Back End" to the respective "PC Expense Worksheet."

Recalculated "Daily Expense", composite and for each class, by totaling "Management Fee", "12b-1 Fee" and "Other Fixed Expenses."

Recalculated "Daily Net Income" for each class by subtracting "Daily Expense" from "Daily Income."

Recalculated "Dividend Rate" for each class for daily dividend funds by dividing "Daily Net Income" by "Dividend Shares Beginning of Day-Class A/Front End" and "Dividend Shares Beginning of Day-Class B/Back End."

Agreed "Daily Income" and "Income Distribution" for each class to the primary accounting system.

Recalculated "Undistributed Net Income" for each Class by subtracting "Income Distribution" from "Income Available for Distribution."

Agreed "Capital Stock Activity" for each Class to the Supersheet.

Agreed the "Capital Gain Distribution" to the amount recorded in the primary accounting system.

Agreed composite total "Realized Gain/Loss", "Unrealized Appreciation/Depreciation", "Unrealized Appreciation/Depreciation - Options" and "Unrealized Appreciation/Depreciation - Futures" to the primary accounting system.

Recalculated the allocation for each class of "Realized Gain/Loss", "Unrealized Appreciation/Depreciation", "Unrealized Appreciation/Depreciation - Options" and "Unrealized Appreciation/Depreciation - Futures" by multiplying the composite amount by the "Percentage Assets-Class A/Front End" and "Percentage Assets-Class B/Back End."

Agreed "Prior Days Net Assets" to the previous day's Worksheet.

Recalculated "Net Assets", composite and for each class, by totaling "Undistributed Net Income", "Capital Stock Activity", "Capital Gain Distribution", "Realized Gain/Loss", "Unrealized Appreciation/Depreciation", "Unrealized Appreciation/Depreciation - Options", "Unrealized Appreciation/Depreciation - Futures", and "Prior Days Net Assets."

Recalculated "NAV Per Share" dividing the "Net Assets-Class A/Front End" and "Net Assets - Class B/Back End" by "Current Shares Outstanding - Class A/Front End" and "Current Shares Outstanding - Class B/Back End", respectively.

Recalculated "Offering Price" for Class A shares by applying the "Load" percentage as stated in the fund's prospectus.