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FILER

EMERGING MARKETS EQUITY PORTFOLIO

CIK: **914115** | IRS No.: **043194471** | State of Incorporation: **NY** | Fiscal Year End: **1031**
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THE EMERGING MARKETS EQUITY PORTFOLIO
SCHEDULE OF INVESTMENTS
OCTOBER 31, 1995

Description	Shares	Value
COMMON STOCKS (81.6%)		
ARGENTINA (2.8%)		
Banco Frances Del Rio De La Plata SA (ADR) (Banking & Finance).....	99,700	\$ 2,180,937
Corp. Cementeria Argentina (Class B) (Building & Contractors)*.....	413,000	1,775,722
Nobleza Piccardo (Class B) (Multi-Industry).....	409,426	1,576,132
Quilmes Industrials (Quinsa) (Registered) (Food).....	255,440	4,495,744
Transportadora De Gas Del Sur SA (ADR) (Energy).....	299,100	2,991,000
YPF Sociedad Anonima (ADS) (Energy).....	231,300	3,961,013
		16,980,548
BOLIVIA (0.3%)		
Compania Boliviana De Energia Electrica (Utilities & Telecom).....	61,600	1,794,100
BRAZIL (2.8%)		
Companhia Energetica De Minas Gerais SA (CEMIG) (Spon. ADR Rep Non-Vtg) (Utilities & Telecom)*.....	176,419	3,815,308
Electrobras Centrale (Units) (Utilities & Telecom).....	11,382	3,230,699
Makro Atacadista SA (GDS) (Retail) (144A)*.....	300,000	2,700,000
Santa Elina Gold Corp. Inc. (Metals, Materials & Paper)*.....	3,300,000	3,694,581
Telecomunicacoes Brasileiras SA (Telebras) (Voting Shares) (Utilities & Telecom).....	2,906,539	96,522
Votorantim Celulose E Papel (ADR) (Metals, Materials & Paper).....	267,800	4,017,000
		17,554,110
CANADA (0.0%)		
Minera Rayrock, Inc. (Multiple Voting B Shares) (Energy)*.....	6,000	6,628
Minera Rayrock, Inc. (Subsidiary Voting A Shares) (Energy)*.....	145,000	151,515
		158,143
CHILE (2.4%)		
Antofagasta Holdings plc (Multi-Industry).....	8,807	41,772
Compania Cervecerias Unidas SA (ADR) (Food).....	199,900	4,635,181
Compania Telecomunicacion Chile (Spon. ADR) (Utilities & Telecom).....	69,700	5,018,400
Enersis CI (ADR) (Utilities & Telecom).....	39,900	1,002,487
Sociedad Quimica Y Minera De Chile (Spon. ADR) (Chemicals)*.....	98,046	4,252,745
		14,950,585
CHINA (1.2%)		
Dongfang Electrical Machinery Co. (Series H) (Energy).....	3,200,000	951,925
Luoyang Glass Co. Ltd. (Series H) (Building & Contractors).....	3,574,000	1,213,414
Shanghai Erfangji Co. (Series B) (Capital Goods)*.....	161,200	25,792
Shanghai Shangling Electric Appliances (Series B) (Consumer).....	100,000	86,500
Shanghai Tyre and Rubber Co. Ltd. (Series B) (Metals, Materials & Paper).....	3,229,990	849,487
Tsingtao Brewery (Series H) (Food).....	6,720,000	1,781,756

The Accompanying Notes are an Integral Part of the Financial Statements.

THE EMERGING MARKETS EQUITY PORTFOLIO
SCHEDULE OF INVESTMENTS (CONTINUED)
OCTOBER 31, 1995

<TABLE>
<CAPTION>

Description	Shares	Value
<S>	<C>	<C>
CHINA (CONTINUED)		
Yizheng Chemical Fibre (Series H) (Chemicals).....	7,702,000	\$ 2,241,357
		7,150,231
COLUMBIA (0.1%)		
Banco Industrial Colombiano (ADR) (Banking & Finance).....	30,400	414,200
Corp Financiera Del Valle SA (ADR) (Banking & Finance) (144A).....	17,645	211,740
		625,940
CZECH REPUBLIC (1.5%)		
Central European Media Enterprises Ltd. (Media & Leisure).....	49,600	1,122,200
Ceska Pojistovna (Insurance)*.....	4,940	755,641
Cokoladovny Praha (Food).....	10,000	883,361
Elektrarny Opatovice AS (Utilities & Telecom).....	16,879	2,046,135
SPT Telecom AS (Utilities & Telecom)*.....	27,000	2,658,700
Synthesia (Chemicals)*.....	63,000	1,903,250
		9,369,287
ECUADOR (0.3%)		
La Cemento Nacional CA (GDS) (Building & Contractors) (144A).....	10,240	2,078,720
GHANA (0.1%)		
Guinness Ghana Ltd. (Food).....	1,116,596	185,413
Pioneer Tobacco Co. (Food)*.....	1,900,600	147,279
Unilever Ghana Ltd. (Food)*.....	350,245	230,050
		562,742
GREECE (3.1%)		
Alpha Credit Bank (Registered) (Banking & Finance).....	14,166	852,343
Athens Medical Centre (Registered) (Transport & Trade Services).....	190,000	1,147,294
Boutaris Wine Co. (Food)*.....	14,400	65,214
Ergo Bank (Banking & Finance).....	18,100	780,677
Hellenic Bottling Co. S.A. (Food).....	235,602	7,519,753
Hellenic Sugar Industry SA (Food).....	234,850	2,957,783
Michaniki SA (Building & Contractors).....	126,720	1,740,794
National Investment Bank for Industrial Development (Registered) (Banking & Finance).....	79,000	1,609,985
Titan Cement Co. (Registered) (Building & Contractors).....	66,000	2,747,035
		19,420,878
HONG KONG (1.7%)		
Citic Pacific Ltd. (Multi-Industry).....	644,000	2,011,537
M. C. Packaging (Metals, Materials & Paper)*.....	2,850,000	1,216,421
Pacific Concord Holding (Transport & Trade Services).....	10,120,000	1,518,321
World Houseware Holdings (Food).....	12,204,000	2,178,243

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THE EMERGING MARKETS EQUITY PORTFOLIO
SCHEDULE OF INVESTMENTS (CONTINUED)
OCTOBER 31, 1995

<TABLE>
<CAPTION>

Description	Shares	Value
<S>	<C>	<C>
HONG KONG (CONTINUED)		
Yue Yuen Industrial Holdings (Consumer).....	14,870,000	\$ 3,894,583
		10,819,105

HUNGARY (1.3%)

Fotex RT (Consumer)*.....	4,400	4,088
Hungarian Foreign Trade Bank Ltd. (Banking & Finance)*.....	17,000	1,201,838
Julius Meinl International AG (Food)*.....	16,800	531,071
Magyar Olaj Es Gaz (Energy)*.....	33,400	3,015,852
Pick Szeged RT (GDS) (Food) (144A).....	45,600	2,079,419
Skala Coop (Munich Exchange) (Retail)*.....	25,000	390,105
Skala Coop (Vienna Exchange) (Retail)*.....	5,000	69,267
Zalakeramia RT (Building & Contractors).....	29,333	645,821

		7,937,461

INDIA (1.4%)

Hindustan Development Corp. (GDR) (Multi-Industry) (144A)*.....	1,000,000	600,000
Shriram Industrial Enterprise (GDR) (Multi-Industry) (144A).....	258,000	1,451,250
Shriram Industrial Enterprise (GDR) (Multi-Industry).....	243,900	1,371,938
Shriram Industrial Enterprise (GDR & Warrant Units) (Multi-Industry) (144A).....	1,000	18,000
Southern Petrochemical Industrial Corp. (GDS) (Energy).....	556,500	3,478,125
Videocon International Ltd. (GDR) (Media & Leisure).....	828,000	2,049,300

		8,968,613

INDONESIA (6.3%)

P.T. APAC Centertex (Consumer).....	360,000	225,892
P.T. Bakrie and Brothers (Metals, Materials & Paper).....	175,000	314,014
P.T. Duta Anggada Realty (Building & Contractors).....	4,031,000	2,529,359
P.T. Goodyear Indonesia (Motors).....	100,000	110,084
P.T. Indorama Synthetic (Metals, Materials & Paper).....	180,000	594,452
P.T. Indorayon Utama (Metals, Materials & Paper).....	642,000	791,546
P.T. International Nickel Indonesia (Metals, Materials & Paper).....	3,555,700	7,671,920
P.T. Jakarta International Hotels and Development (Media & Leisure).....	1,555,000	2,139,751
P.T. Modern Photo Film Co. (Consumer).....	377,500	2,293,923
P.T. Multi Bintang Indonesia (Multi-Industry).....	200,000	1,585,205
P.T. Niaga Bank (Banking & Finance).....	654,300	2,333,699
P.T. Pakuwon Jati (Real Estate).....	4,926,000	4,175,495
P.T. Pan Brothers Textiles (Consumer).....	165,000	50,859
P.T. Putra Surya Perkasa (Building & Contractors).....	1,350,000	505,284
P.T. Semen Gresik (Building & Contractors)*.....	3,200,000	8,313,518
P.T. Surya Toto Indonesia (Consumer).....	895,000	1,891,678
P.T. Tempo Scan Pacific (Healthcare).....	332,000	1,783,531
P.T. Unilever Indonesia (Metals, Materials & Paper).....	47,605	670,788
P.T. United Tractors (Capital Goods).....	500,000	990,753

		38,971,751

</TABLE>

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THE EMERGING MARKETS EQUITY PORTFOLIO
SCHEDULE OF INVESTMENTS (CONTINUED)
OCTOBER 31, 1995

<TABLE>
<CAPTION>

Description	Shares	Value
-----	-----	-----
<S>	<C>	<C>
MALAYSIA (14.7%)		
AMMB Holdings Berhad (Banking & Finance).....	461,000	\$ 5,714,876
Anakku Corp. Berhad (Consumer).....	117,000	306,198
Antah Holdings Berhad (Multi-Industry).....	235,200	211,967
Carlsberg Brewery Malaysia Berhad (Food).....	565,416	2,592,324
Cold Storage Malaysia Berhad (Food).....	74,000	85,911
Edaran Otomobil Nasional Berhad (Motors).....	592,000	4,659,583
Golden Hope Plantations Berhad (Metals, Materials & Paper).....	3,005,166	4,730,682
Hong Leong Industries Berhad (Multi-Industry).....	807,000	3,842,857
Island & Peninsular Berhad (Building & Contractors).....	230,500	557,881
Kian Joo Can Factory Berhad (Consumer).....	814,000	3,203,463
Kuala Lumpur Kepong Berhad (Metals, Materials & Paper).....	1,797,000	4,844,333

Land & General Berhad (Multi-Industry).....	381,000	884,652
Lion Corp. Berhad (Transport & Trade Services).....	1,086,000	1,495,868
London & Pacific Insurance Co. Berhad (Insurance).....	73,000	290,161
Malayan Banking Berhad (Banking & Finance).....	216,000	1,742,621
Malayan Cement Berhad (Building & Contractors).....	349,000	609,823
Malaysia Mining Corp. Berhad (Metals, Materials & Paper).....	1,659,000	2,219,835
Malaysian Assurance Alliance Berhad (Insurance).....	97,000	393,192
Malaysian International Shipping Corp. Berhad (Transport & Trade Services).....	1,666,333	4,393,716
Malaysian Tobacco Co. Berhad (Food).....	322,000	453,664
Matsushita Electric Co. Malaysia Berhad (Consumer).....	296,000	2,178,355
Nestle Malaysia Berhad (Food).....	1,065,000	7,502,361
Nylex Malaysia Berhad (Chemicals).....	422,000	1,237,269
Perlis Plantations Berhad (Transport & Trade Services).....	1,476,000	4,385,596
Public Bank Berhad (Banking & Finance).....	3,257,000	5,768,005
Putera Capital Berhad (Consumer).....	1,000	1,370
Resorts World Berhad (Media & Leisure).....	907,000	4,426,131
Shell Refinery Malaysia (Energy).....	996,500	2,980,480
Sime Darby Berhad (Multi-Industry).....	674,000	1,684,337
Sime U.E.P. Properties (Building & Contractors).....	1,434,000	2,505,691
Sistem Televisyen Malaysia (Media & Leisure).....	1,270,000	3,998,426
Southern Bank Berhad (Banking & Finance).....	232,500	471,222
Tanjong Co. (Media & Leisure).....	393,000	989,847
Tenaga Nasional Berhad (Utilities & Telecom).....	1,928,000	7,284,061
UMW Holdings Berhad (Capital Goods)*.....	911,200	2,169,524
		90,816,282

MEXICO (8.8%)

Cementos Mexicanos SA de CV (Class B) (Building & Contractors).....	1,431,675	4,420,611
Cifra SA de CV (Class B) (Retail).....	2,645,000	2,813,909
Cydsa SA de CV (Class A) (Registered) (Chemicals)*.....	456,720	1,160,229
Desc Sociedad de Fomento Industrial SA de CV (Class A) (Metals, Materials & Paper)*.....	268,000	827,509
Desc Sociedad de Fomento Industrial SA de CV (Class B) (Metals, Materials & Paper)*.....	244,000	784,225
Fomento Economico Mexicana SA de CV (Class B) (Food).....	1,800,000	3,728,842
Grupo Carso SA de CV (Class A) (Capital Goods)*.....	858,400	4,493,799
Grupo Casa Autrey S.A. de CV (Spon. ADR) (Food).....	188,500	2,403,375
Grupo Embotellador De Mexico SA de CV (Class BCP) (Food)*.....	634,000	378,175
Grupo Financiero Banamex Accival SA de CV (Class L) (Banking & Finance)...	86,320	141,747

</TABLE>

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THE EMERGING MARKETS EQUITY PORTFOLIO
SCHEDULE OF INVESTMENTS (CONTINUED)
OCTOBER 31, 1995

<TABLE>
<CAPTION>

Description	Shares	Value
<S>	<C>	<C>
MEXICO (CONTINUED)		
Grupo Financiero Banamex Accival SA de CV (Class B) (Banking & Finance)...	1,697,000	\$ 2,905,740
Grupo Financiero Del Norte (Class B) (Banking & Finance)*.....	1,585,000	1,623,930
Grupo Financiero Probusa SA de CV (Class B) (Banking & Finance)*.....	1,050	46
Grupo Industrial Maseca SA de CV (Class B) (Spon. ADR) (Food).....	323,333	3,112,080
Grupo Simec SA de CV (ADR; Class B) (Metals, Materials & Paper)*.....	147,500	958,750
Industrias Penoles SA de CV (Class CP) (Metals, Materials & Paper).....	1,377,500	5,181,333
Kimberley Clark De Mexico SA de CV (Class A) (Metal, Materials & Paper)...	273,000	3,563,368
Telefonos De Mexico SA de CV (ADR) (Utilities & Telecom).....	200,000	271,875
Telefonos De Mexico SA de CV (ADR L Shares) (Utilities & Telecom).....	424,020	11,660,550
Transportacion Maritima Mexicana SA de CV (ADR L Shares) (Transport & Trade Services)*.....	349,800	2,492,325
Vitro Sociedad Anonima SA de CV (Spon. ADR) (Metals, Materials & Paper)...	194,960	1,267,240
		54,189,658

MOROCCO (0.4%)

Banque Commerciale Du Maroc (Banking & Finance).....	79	4,040
Wafa Bank (Banking & Finance).....	57,500	2,435,220

		2,439,260

PAKISTAN (1.0%)		
Hub Power Co. (GDR) (Utilities & Telecom)*.....	235,500	3,797,438
Pakistan Telecom Corp. (GDR) (Utilities & Telecom)*.....	28,000	2,618,000

		6,415,438

PERU (1.3%)		
Banco Wiese Limitado SA (Spon. ADR) (Banking & Finance).....	32,929	218,155
Cementos Norte Pacasmayo (Class T) (Building & Contractors).....	811,058	1,784,471
CPT Telefonica Del Peru (Class B) (Utilities & Telecom).....	1,070,500	1,911,607
Creditcorp Holdings Ltd. (Financial Services).....	102,482	1,690,953
Minsur S.A. (Class T) (Energy).....	338,056	2,352,083

		7,957,269

PHILIPPINES (2.4%)		
Filiinvest Land Inc. (Building & Contractors)*.....	5,346,000	1,438,754
Manila Electric Co. (Class B) (Utilities & Telecom).....	510,000	3,803,922
Metro Bank and Trust Co. (Banking & Finance).....	2,406	44,401
Petron Corp. (Energy).....	9,082,675	4,015,792
Philippine National Bank (Banking & Finance)*.....	224,190	1,887,644
Philippine Long Distance Telephone Co. (ADR) (Utilities & Telecom).....	5,600	314,300
San Miguel Corp. (Class B) (Food).....	990,000	3,273,356

		14,778,169

POLAND (0.6%)		
Zaklady Piwowarskie w Zywcu S.A. (Zywiec) (Food).....	50,400	4,006,498

</TABLE>

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THE EMERGING MARKETS EQUITY PORTFOLIO
SCHEDULE OF INVESTMENTS (CONTINUED)
OCTOBER 31, 1995

Description	Shares	Value
	<C>	<C>
<TABLE>		
<CAPTION>		
<S>		
PORTUGAL (2.5%)		
Banco Commercial Portugues SA (Registered) (Banking & Finance).....	135,499	\$ 1,839,952
Banco Commercial Portugues SA (ADR) (Banking & Finance).....	30,200	407,700
Cel Cat Fabricas (Technology)*.....	34,500	596,351
Corporacao Industrial Do Norte (Building & Contractors).....	66,000	2,001,038
Empresa Fabril De Maquinas Electricas S.A. (Capital Goods).....	82,000	762,585
Engil Soc De Construcao Civil SA (Building & Contractors).....	1	16
Engil-Sociedade Gestora De Participacoes Sociais SA (Building & Contractors)*.....	212,828	1,979,262
Mague-Gestao E Participacoes (Building & Contractors).....	16,576	332,324
Modelo Continente SGPS SA (Retail)*.....	92,000	2,566,750
Portugal Telecom SA (ADR) (Utilities & Telecom)*.....	138,000	2,587,500
Uniao Cervejaria SA (UNICER) (Registered) (Food).....	132,000	2,143,810

		15,217,288

RUSSIA (0.4%)		
Rostelekom (RDC) (Registered) (Utilities & Telecom)*.....	59	2,507,500

SLOVAK REPUBLIC (0.7%)		
Nafta AS (Energy).....	45,000	3,215,653
Slovenske Lodenice AS (Capital Goods).....	20,000	1,129,732

		4,345,385

SOUTH AFRICA (7.6%)		
Amalgamated Banks of South Africa (Banking & Finance).....	748,836	3,541,639
Anglovaal (GDR) (Multi-Industry).....	172,000	6,536,000
De Beers Consolidated Mines Ltd. (Centenary Linked Units) (Energy).....	229,000	6,325,707
Distillers Corporation of South Africa (Food).....	850,000	1,911,003
Malbak Ltd. (GDR) (144A) (Multi-Industry).....	375,000	2,513,925
Omni Media Corp. Ltd. (Media & Leisure).....	46,665	511,776
Pepkor Ltd. (ADS) (Retail).....	500,000	5,625,000
Polifin Ltd. (Chemicals)*.....	104,700	225,343
Premier Group (Food).....	1,138,717	1,717,145
Sasol Ltd. (Energy).....	698,200	6,030,022
South African Breweries Ltd. (South Africa) (Food).....	65,500	2,150,529
South African Breweries Ltd. (United Kingdom) (Food).....	219,231	7,192,163
Sun International Bophuthatswana Ltd. (Media & Leisure).....	427,700	2,755,723
		47,035,975

SOUTH KOREA (4.1%)		
Daewoo Heavy Industries (Transport & Trade Services).....	142,000	1,846,566
Dong Ah Construction Industrial Co. (EDR) (Building & Contractors).....	125,000	2,843,750
Hansol Paper Co. (GDS) (Metals, Materials & Paper).....	142,188	2,914,854
Kia Motors Corp. (GDS) (Motors) (144A)*.....	71,403	1,695,821
Korea Electric Power Corp. (ADR) (Utilities & Telecom).....	145,000	3,588,750
Korea Long Term Credit Bank (Banking & Finance).....	46,000	1,430,831

</TABLE>

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THE EMERGING MARKETS EQUITY PORTFOLIO
SCHEDULE OF INVESTMENTS (CONTINUED)
OCTOBER 31, 1995

<TABLE>		
<CAPTION>		
Description	Shares	Value
<S>	<C>	<C>
SOUTH KOREA (CONTINUED)		
Pohang Iron & Steel Co. (ADS) (Metals, Materials & Paper).....	125,000	\$ 3,218,750
Pohang Iron & Steel Co. (Metals, Materials & Paper).....	100	8,704
Samsung Electronics Co. (GDS represents 1/2 Non-voting shares) (Technology)*.....	90,000	6,007,500
Samsung Electronics Co. (GDS represents 1/2 Voting shares) (Technology)*.....	1,356	155,438
Samsung Electronics Co. (GDS represents 1/2 Voting shares) (Technology)*.....	1,338	160,560
Samsung Electronics Co. (GDS represents 1/2 Voting shares, New, RFD 3/14/95) (Technology)*.....	264	30,261
Samsung Engineering and Construction (GDS represents Non-Voting shares) (Building & Contractors)*.....	7,000	76,125
Samsung Engineering and Construction (GDS) (Building & Contractors).....	129	1,403
Shinhan Bank (Banking & Finance).....	60,290	1,244,961
Shinhan Bank (New shares) (Banking & Finance).....	10,000	201,268
		25,425,542
SRI LANKA (0.0%)		
Distilleries Co. of Sri Lanka (Food).....	500,000	64,182
TAIWAN (1.9%)		
Asia Cement (GDS) (Building & Contractors).....	133,701	2,222,779
China Steel Corp. (GDS) (Metals, Materials & Paper).....	188,500	3,487,250
Hocheng Group Corp. (GDR) (Building & Contractors) (144A).....	354,912	3,061,116
President Enterprises Corp. (GDR) (Food)*.....	270,335	2,838,518
Microelectronics Technology (GDS) (Technology)*.....	46,899	246,220
		11,855,883
THAILAND (5.2%)		
Advanced Info Service Public Co. (Utilities & Telecom).....	447,200	6,895,037

American Standard Sanitaryware Public Co. (Building & Contractors).....	94,800	1,619,869
Bangkok Bank Public Co. Ltd. (Banking & Finance).....	389,000	4,019,074
Bangkok Insurance Public Co. (Insurance).....	9,800	159,666
Bangkok Rubber Public Co. Ltd. (Metals, Materials & Paper).....	454,300	257,253
Bumrungrad Hospital Public Co. Ltd. (Healthcare).....	493,050	825,342
Dhana Siam Finance and Securities Public Co. (Banking & Finance).....	270,768	1,301,924
International Cosmetics Public Co. Ltd. (Retail).....	131,020	1,988,859
Lanna Lignite Public Co. Ltd. (Energy).....	212,500	1,528,412
Oriental Hotel Public Co. Ltd. (Media & Leisure).....	528,400	1,301,840
Pranda Jewelry (Capital Goods).....	21,000	34,840
Siam Cement Public Co. Ltd. (Building & Contractors).....	55,700	3,036,773
Siam Commercial Bank Public Co. (Banking & Finance).....	545,000	6,367,177
Telecomasia (Utilities & Telecom)*.....	583,600	1,727,725
Thai Plastic and Chemical Public Co. Ltd. (Chemicals).....	239,000	1,377,111
		32,440,902

</TABLE>

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THE EMERGING MARKETS EQUITY PORTFOLIO
SCHEDULE OF INVESTMENTS (CONTINUED)
OCTOBER 31, 1995

<TABLE>
<CAPTION>

Description	Shares	Value
<S>	<C>	<C>
TURKEY (3.1%)		
Adana Cimento Sanayii (Class A) (Building & Contractors).....	4,443,600	\$ 952,355
Akbank TAS (Banking & Finance).....	14,458,434	3,826,670
Alarko Holdings A.S. (Transport & Trade Services).....	348,000	135,606
Aygaz A.S. (Energy).....	1,535,000	1,151,437
Compagnie Financiere Ottomane (Banking & Finance).....	4,500	156,531
Eregli Demir Ve Celik Fabrikalari (Metals, Materials & Paper).....	13,475,000	1,601,510
Guney Biracilik Ve Malt Sanay (Food).....	5,128,080	1,074,074
Mardin Cimento (Building & Contractors).....	10,800,000	2,525,085
Migros Turk A.S. (Food).....	4,129,000	4,746,439
Teletas Telekomunikasyon Endustri Ticaret AS (Utilities & Telecom)*.....	2,840,000	1,300,341
Turk Siemens Kablo Ve Elektrik Sanayii (Technology).....	2,302,000	650,346
Turkiye Garanti Bankasi (ADR) (144A) (Banking & Finance)*.....	21,999	197,991
Yapi Ve Kredi Bankasi A.S. (Banking & Finance)*.....	4,342,170	300,335
		18,618,720
VENEZUELA (1.3%)		
Ceramicas Carabobo CA (Spon. ADR) (Class A) (Building & Contractors)*.....	1,280,000	1,382,400
Ceramicas Carabobo CA (Spon. ADR) (Class B) (Building & Contractors).....	319,999	345,599
Mavesa CA (Spon. ADR) (Food) (144A).....	791,088	3,890,492
Venezolana De Prerreducidos Caroni CA (GDS) (Registered) (Metals, Materials & Paper)*.....	263,000	1,249,250
Venezolana De Pulpa Y Papel CA (Venepal) (GDS) (Class B) (Metals, Materials & Paper)* (144A).....	739,047	1,478,094
		8,345,835
ZIMBABWE (0.3%)		
Trans Zambezi Industries Ltd. (Food).....	1,300,000	1,690,000
		505,492,000
PREFERRED STOCKS (8.5%)		
BRAZIL (7.6%)		
Banco Do Estado De Sao Paulo SA (BANESPA) (Banking & Finance)*.....	215,300	1,343,107
Ceval Alimentos SA (ADR) (Food).....	190,000	2,469,328
Cia Acos Especiais Itabira (ACESITA) (ADR) (Metals, Materials & Paper)....	400,000	5,500,000
Companhia Energetica De Minas Gerais SA (CEMIG) (ADR) (Utilities & Telecom) (144A).....	287,547	6,218,606
Companhia Hering (Consumer).....	71,300	515,216

Companhia Vale Do Rio Doce SA (Spon. ADR) (Metals, Materials & Paper).....	280,300	11,293,147
Copene Petroquimica do Nordeste SA (Spon. ADR) (Class A) (Chemicals).....	166,200	4,492,885
Hering Textile Companhia SA (Consumer)*.....	14,260	7,561
Perdigao Comercio Industrio SA (Food)*.....	1,009,300,000	1,825,933
Petroleo Brasileiro SA (Chemicals).....	59,733,333	5,155,400
Refrigeracao Parana SA (ADR) (Consumer).....	251,771	2,971,097
Telecomunicacoes Brasileiras SA (Telebras) (ADR) (Utilities & Telecom)....	122,663	4,942,031

</TABLE>

The Accompanying Notes are an Integral Part of the Financial Statements.

24

THE EMERGING MARKETS EQUITY PORTFOLIO
SCHEDULE OF INVESTMENTS (CONTINUED)
OCTOBER 31, 1995

<TABLE>
<CAPTION>

Description	Shares	Value
<S>	<C>	<C>
BRAZIL (CONTINUED)		
Viacao Aerea Riograndense SA (Varig) (Transport & Trade Services)*.....	130,000	\$ 443,335
		47,177,646
COLUMBIA (0.1%)		
Banco Ganadero SA (Spon. ADR) (Banking & Finance) (144A).....	53,000	516,750
GREECE (0.1%)		
Boutaris Wine Co. (Food)*.....	32,280	100,105
Delta Dairy S.A. (Food).....	1,417	25,944
Michaniki SA (Building & Contractors).....	11,520	126,703
National Investment Bank for Industrial Development (Banking & Finance)...	10,000	160,449
		413,201
PHILIPPINES (0.5%)		
Philippine Long Distance Telephone Co. (GDS) (Utilities & Telecom).....	90,000	2,880,000
SOUTH KOREA (0.2%)		
Samsung Electronics Co. (GDS represents Non-Voting shares RFD 3/14/95) (Technology)*.....	17,810	1,179,913
Total Preferred Stock (cost \$43,255,909).....		52,167,510

<CAPTION>

	Principal Amount	
<S>	<C>	<C>
BONDS/CONVERTIBLE BONDS (2.2%)		
HONG KONG (0.3%)		
Guangdong Investment Ltd. (4.5% Cnv. Bds., due 10/7/98) (Banking & Finance).....	\$ 1,585,000	1,898,038
INDONESIA (0.1%)		
Inti Indorayon Utama Pt (7% Cnv Bds, due 05/02/06) (Metals, Materials & Paper).....	900,000	734,625

</TABLE>

The Accompanying Notes are an Integral Part of the Financial Statements.

25

THE EMERGING MARKETS EQUITY PORTFOLIO
SCHEDULE OF INVESTMENTS (CONTINUED)
OCTOBER 31, 1995

<TABLE>

<CAPTION>

Description	Principal Amount	Value
<hr/>		
<S>	<C>	<C>
MALAYSIA (0.1%)		
Land & General Berhad (4.5% Cnv Bds, due 7/26/04) (Multi-Industry).....	\$ 645,000	\$ 722,400
<hr/>		
MEXICO (0.1%)		
Nacional Financiera (11.25% Cnv Bds, due 05/15/98) (Utilities & Telecom).....	25,000	712,500
<hr/>		
SOUTH KOREA (1.0%)		
Daewoo Heavy Industries Ltd. (3% Cnv Bds, due 12/31/01) (Capital Goods).....	200,000	335,000
Ssangyong Cement Co. (3% Cnv Bds, due 12/31/05) (Building & Contractors).....	2,800,000	3,454,500
Ssangyong Oil Refinery Co. (3.75% Cnv Bds, due 12/31/08) (Energy).....	2,000,000	2,110,000
<hr/>		
		5,899,500
<hr/>		
TAIWAN (0.3%)		
Pacific Electric Wire & Cable (3.75% Cnv Bds, due 10/31/01) (Technology).....	300,000	376,500
Yieh Loong Co. (2% Cnv. Bds., due 12/31/00) (Metals, Materials & Paper).....	2,500,000	1,728,618
<hr/>		
		2,105,118
<hr/>		
THAILAND (0.3%)		
Land & Houses Co. (5% Cnv Bds, due 04/29/03) (Building & Contractors).....	1,450,000	1,801,625
<hr/>		
Total Bonds/Convertible Bonds (cost \$15,371,478).....		13,873,806
<hr/>		

<CAPTION>

	Shares		
<hr/>			
<S>		<C>	<C>
RIGHTS & WARRANTS (0.1%)*			
HONG KONG (0.0%)			
World Houseware Holdings (Expire 12/8/95) (Food).....	80,000	135	
Tian An China Investments Co. Ltd. (Expire 1/25/96) (Building & Contractors).....	888,150	1,493	
			<hr/>
			1,628
			<hr/>
INDIA (0.0%)			
Shriram Industrial Enterprises (Expire 04/28/96; for GDR 144A) (Multi-Industry).....	86,000	860	
			<hr/>
MALAYSIA (0.0%)			
UMW Holdings Berhad (Expire 01/26/00) (Capital Goods).....	107,200	73,196	
			<hr/>
TURKEY (0.1%)			
Adana Cimento Sanayii (Class A) (Rights, expire 11/13/95) (Building & Contractors).....	3,174,000	618,412	
			<hr/>
Total Rights & Warrants (cost of \$1,160,950).....		694,096	
			<hr/>

</TABLE>

The Accompanying Notes are an Integral Part of the Financial Statements.

<TABLE>
<CAPTION>

Description	Units	Value
<S>	<C>	<C>
UNIT TRUSTS (1.8%)		
CHILE (0.1%)		
Chile Fund Inc.....	33,000	\$ 750,750
RUSSIA (1.5%)		
New Century Holdings Ltd. (Partnership III; Group B)t*.....	1,800	3,245,400
New Century Holdings Ltd. (Partnership IV; Group I)t*.....	2,000	2,416,000
New Century Holdings Ltd. (Partnership V; Group II)t*.....	3,800	3,826,600
		9,488,000
TAIWAN (0.2%)		
R.O.C. Taiwan Fund*.....	140,000	1,347,500
Total Unit Trusts (cost \$9,649,500).....		11,586,250

<CAPTION>

	Principal Amount	
<S>	<C>	<C>
REPURCHASE AGREEMENT (4.6%)		
State Street Bank and Trust, 5.25% dated 10/31/95 due 11/1/95, proceeds \$28,354,134 (collateralized by \$22,175,000 U.S. Treasury Bond, 8.875% due 2/15/19, valued at \$28,921,744) (cost \$28,350,000).....	\$28,350,000	28,350,000
Total Investments (cost \$659,852,975) (98.8%).....		612,163,662
Other assets net of liabilities (1.2%).....		7,323,527
Total Net Assets (100.0%).....		\$619,487,189

</TABLE>

Note: Based on the cost of investments of \$631,503,027 for Federal Income Tax purposes at October 31, 1995 the aggregate gross unrealized appreciation and depreciation was \$60,812,041 and \$108,501,407, respectively, resulting in net unrealized depreciation of \$47,689,366.

t - Restricted securities. See Note 4.

* - Non-income producing securities.

ADR - American Depositary Receipt.

ADS - American Depositary Shares.

Spon. ADR - Sponsored ADR.

EDR - European Depositary Receipt.

GDR - Global Depositary Receipt.

GDS - Global Depositary Shares.

Spon. GDR - Sponsored GDR.

RDC - Russian Depositary Certificate

RFD - Ranked for Dividend

144A - Securities restricted for resale to Qualified Institutional Buyers.

THE EMERGING MARKETS EQUITY PORTFOLIO
 SCHEDULE OF INVESTMENTS (CONTINUED)
 OCTOBER 31, 1995

<TABLE>
 <CAPTION>

INDUSTRY DIVERSIFICATION	Percent of Portfolio
<S>	<C>
Food.....	14.55%
Utilities & Telecom.....	13.83%
Metals, Materials & Paper.....	12.68%
Banking & Finance.....	10.29%
Building & Contractors.....	10.01%
Energy.....	7.23%
Repurchase Agreement.....	4.63%
Multi-Industry.....	4.09%
Chemicals.....	3.60%
Media & Leisure.....	3.15%
Transport & Trade Services.....	2.92%
Consumer.....	2.88%
Retail.....	2.64%
Unit Trusts.....	1.89%
Capital Goods.....	1.64%
Technology.....	1.54%
Motors.....	1.06%
Real Estate.....	0.68%
Healthcare.....	0.43%
Insurance.....	0.26%

	100%

</TABLE>

The Accompanying Notes are an Integral Part of the Financial Statements.

THE EMERGING MARKETS EQUITY PORTFOLIO
 STATEMENT OF ASSETS AND LIABILITIES
 OCTOBER 31, 1995

<TABLE>

<S>	<C>
Assets	
Investments, at Value (Cost \$631,502,975)	\$ 583,813,662
Repurchase Agreement (Cost \$28,350,000)	28,350,000
Foreign Currency, at Value (Cost \$9,986,835)	9,920,609
Cash	745
Unrealized Appreciation on Open Spot Foreign Currency Contracts	17
Receivable for Investments Sold	2,089,937
Dividends and Interest Receivable	837,685
Deferred Organization Expense	4,267
Prepaid Expenses	6,999

Total Assets	625,023,921

Liabilities	
Payable for Investments Purchased	3,834,162
Custody Fee Payable	825,863
Advisory Fee Payable	642,494
Withholding Taxes Payable	109,157
Fund Services Fee Payable	4,435
Administration Fee Payable	3,169
Accrued Expenses & Other Liabilities	117,452

Total Liabilities	5,536,732
Net Assets	
Applicable to Investors' Beneficial Interests	\$ 619,487,189

</TABLE>

The Accompanying Notes are an Integral Part of the Financial Statements.

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THE EMERGING MARKETS EQUITY PORTFOLIO
STATEMENT OF OPERATIONS
FOR THE FISCAL YEAR ENDED OCTOBER 31, 1995

<TABLE>		
<S>		
Investment Income	<C>	<C>
Dividends (Net of \$1,282,559 Foreign Withholding Taxes)	\$ 11,143,682	
Interest (Net of \$13,502 Foreign Withholding Taxes)	2,417,239	

Investment Income		\$ 13,560,921
Expenses		
Advisory Fee	5,713,506	
Custodian Fees and Expenses	1,191,779	
Financial and Fund Accounting Services Fees	337,050	
Professional Fees	102,360	
Fund Services Fee	53,162	
Administration Fee	35,189	
Trustees' Fees and Expenses	14,345	
Insurance Expense	6,997	
Amortization of Organization Expense	1,895	
Miscellaneous	14,609	

Total Expenses		(7,470,892)

Net Investment Income		6,090,029
Net Realized Loss on		
Investment Transactions	(27,969,936)	
Foreign Currency Transactions	(997,367)	

Net Realized Loss		(28,967,303)
Net Change in Unrealized Appreciation (Depreciation) of		
Investments	(102,466,120)	
Foreign Currency Contracts and Translations	41,860	

Net Change in Unrealized Appreciation		(102,424,260)

Net Decrease in Net Assets Resulting from Operations		\$ (125,301,534)

</TABLE>

The Accompanying Notes are an Integral Part of the Financial Statements.

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THE EMERGING MARKETS EQUITY PORTFOLIO
STATEMENT OF CHANGES IN NET ASSETS

<TABLE>
<CAPTION>

	For the Fiscal Year Ended October 31, 1995	For the Period November 15, 1993 (commencement of operations) through October 31, 1994
<S>	<C>	<C>
Increase (Decrease) in Net Assets		
From Operations		
Net Investment Income	\$ 6,090,029	\$ 2,713,099
Net Realized Gain (Loss) on Investments and Foreign Currency Transactions	(28,967,303)	13,205,437
Net Change in Unrealized Appreciation (Depreciation) of Investments and Foreign Currency Contracts and Translations	(102,424,260)	54,668,581
Net Increase (Decrease) in Net Assets Resulting from Operations	(125,301,534)	70,587,117
Transactions in Investors' Beneficial Interest		
Contributions	350,949,115	631,086,772
Withdrawals	(153,817,752)	(154,116,729)
Net Increase from Investors' Transactions	197,131,363	476,970,043
Total Increase in Net Assets	71,829,829	547,557,160
Net Assets		
Beginning of Period	547,657,360	100,200
End of Period	\$ 619,487,189	\$ 547,657,360

</TABLE>

<TABLE>

<S> <C> <C>

SUPPLEMENTARY DATA:

<CAPTION>

	For the Fiscal Year Ended October 31, 1995	For the Period November 15, 1993 (commencement of operations) through October 31, 1994
<S>	<C>	<C>
Ratio to Average Net Assets		
Expenses	1.31%	1.36% (a)
Net Investment Income	1.07%	0.66% (a)
Portfolio Turnover	41.31%	27.48%

(a) Annualized

The Accompanying Notes are an Integral Part of the Financial Statements.

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THE EMERGING MARKETS EQUITY PORTFOLIO
NOTES TO FINANCIAL STATEMENTS
OCTOBER 31, 1995

1. Organization and Significant Accounting Policies

The Emerging Markets Equity Portfolio (the "Portfolio") is registered under the Investment Company Act of 1940, as amended, (the "Act") as a no-load, diversified, open-end management investment company which was organized as a trust under the laws of the State of New York on June 16, 1993. The Portfolio

commenced operations on November 15, 1993 and received a contribution of certain assets and liabilities, including securities, with a value of \$223,722,513 on that date from the JPM Emerging Markets Equity Fund, Ltd. in exchange for a beneficial interest in the Portfolio. The Declaration of Trust permits the Trustees to issue an unlimited number of beneficial interests in the Portfolio.

The following is a summary of the significant accounting policies of the Portfolio:

- a) The value of each security for which readily available market quotations exists is based on a decision as to the broadest and most representative market for such security. The value of such security will be based either on the last sale price on a national securities exchange, or, in the absence of recorded sales, at the readily available closing bid price on such exchanges, or at the quoted bid price in the over-the-counter market. Securities listed on a foreign exchange are valued at the last quoted sale price available before the time when net assets are valued. Unlisted securities are valued at the average of the quoted bid and asked prices in the over-the-counter market. Securities or other assets for which market quotations are not readily available are valued at fair value in accordance with procedures established by the Portfolio's Trustees. Such procedures may include the use of independent pricing services, which use prices based upon yields or prices of securities of comparable quality, coupon, maturity and type; indications as to values from dealers; operating data and general market conditions. All portfolio securities with a remaining maturity of less than 60 days are valued by the amortized cost method.

Trading in securities on most foreign exchanges and over-the-counter markets is normally completed before the close of the domestic market and may also take place on days on which the domestic market is closed. If events materially affecting the value of foreign securities occur between the time when the exchange on which they are traded closes and the time when the Portfolio's net assets are calculated, such securities will be valued at fair value in accordance with procedures established by and under the general supervision of the Portfolio's Trustees.

Investments in emerging markets may involve certain considerations and risks not typically associated with investments in the United States. Future economic and political developments in emerging market countries could adversely affect the liquidity or value, or both, of such securities in which the Portfolio is invested. The ability of the issuers of the debt securities held by the Portfolio to meet their obligations may be affected by economic and political developments in a specific industry or region.

- b) The books and records of the Portfolio are maintained in U.S. dollars. The market values of investment securities, other assets and liabilities and foreign currency contracts are translated at the prevailing exchange rates at the end of the period. Purchases, sales, income and expense are translated at the exchange rate prevailing on the respective dates of such transactions. Translation gains and losses resulting from changes in exchange rates during the reporting period and gains and losses realized upon settlement of foreign currency transactions are reported in the Statement of Operations.

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THE EMERGING MARKETS EQUITY PORTFOLIO
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
OCTOBER 31, 1995

Since the net assets of the Portfolio are presented at the exchange rates and market values prevailing at the end of the period, the Portfolio does not isolate the portion of the results of operations arising as a result of changes in foreign exchange rates from the fluctuations arising from changes in the market prices of securities during the period.

- c) Securities transactions are recorded on a trade date basis. Dividend income is recorded on the ex-dividend date or at the time that the relevant ex-dividend date and amount becomes known. Interest income, which includes the amortization of premiums and discounts, if any, is recorded on an accrual basis. For financial and tax reporting purposes, realized gains and losses are determined on the basis of specific lot

identification.

d) The Portfolio may enter into forward and spot foreign currency contracts to protect securities and related receivables against fluctuations in future foreign currency rates. A forward contract is an agreement to buy or sell currencies of different countries on a specified future date at a specified rate. Risks associated with such contracts include the movement in the value of the foreign currency relative to the U.S. Dollar and the ability of the counterparty to perform.

The market value of the contract will fluctuate with changes in currency exchange rates. Contracts are valued daily based on procedures established by and under the general supervision of the Portfolio's Trustees and the change in the market value is recorded by the Portfolio as unrealized appreciation or depreciation of forward and spot foreign currency contract translations. At October 31, 1995 the Portfolio had open spot foreign currency contracts as follows:

Summary of Open Contracts

<TABLE>
<CAPTION>

Foreign Currency Purchase Contracts	Cost	Value at 10/31/95	Net Unrealized Appreciation (Depreciation)
<S>	<C>	<C>	<C>
Indonesian Rupiah, 6,490,418 expiring 11/6/95	\$ 2,857	\$ 2,858	\$ 1
Malaysian Ringgit, 40,787, expiring 11/9/95	16,035	16,051	16

Net Unrealized Appreciation on Foreign Currency Contracts			\$ 17

</TABLE>

e) The Portfolio intends to be treated as a partnership for federal income tax purposes. As such, each investor in the Portfolio will be taxable on its share of the Portfolio's ordinary income and capital gains. It is intended that the Portfolio's assets will be managed in such a way that an investor in the Portfolio will be able to satisfy the requirements of Subchapter M of the Internal Revenue Code.

f) The Portfolio incurred organization expenses in the amount of \$7,629. These costs were deferred and are being amortized on a straight-line basis over a five year period from the commencement of operations.

g) The Portfolio's custodian takes possession of the collateral pledged for investments in repurchase agreements on behalf of the Portfolio. It is the policy of the Portfolio to value the underlying collateral daily on a mark-to-market basis to determine that the value, including accrued interest, is at least equal to the repurchase price plus accrued interest. In the event of default of the obligation to repurchase, the Portfolio has the right to liquidate the collateral and apply the proceeds in

THE EMERGING MARKETS EQUITY PORTFOLIO
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
OCTOBER 31, 1995

satisfaction of the obligation. Under certain circumstances, in the event of default or bankruptcy by the other party to the agreement, realization and/or retention of the collateral or proceeds may be subject to legal proceedings.

2. a) The Portfolio has an investment advisory agreement with Morgan Guaranty Trust Company of New York ("Morgan"). Under the terms of the investment advisory agreement, the Portfolio pays Morgan at an annual rate of 1.00% of the Portfolio's average daily net assets. For the fiscal year ended October 31, 1995, such fees amounted to \$5,713,506.

b) The Portfolio has retained Signature Broker - Dealer Services, Inc. ("Signature") to serve as Administrator and exclusive placement agent. Signature provides administrative services necessary for the operations of

the Portfolio, furnishes office space and facilities required for conducting the business of the Portfolio and pays the compensation of the Portfolio's officers affiliated with Signature. The agreement provides for a fee to be paid to Signature at an annual fee rate determined by the following schedule: 0.01% of the first \$1 billion of the aggregate average daily net assets of the Portfolio and the other portfolios subject to the Administrative Services Agreement, 0.008% of the next \$2 billion of such net assets, 0.006% of the next \$2 billion of such net assets, and 0.004% of such net assets in excess of \$5 billion. The daily equivalent of the fee rate is applied to the daily net assets of the Portfolio. For the fiscal year ended October 31, 1995, such expenses amounted to \$35,189.

c) During the period November 1, 1994 through August 31, 1995, the Portfolio had a Financial and Fund Accounting Services Agreement ("Services Agreement") with Morgan under which Morgan may receive a fee, based on the percentages described below, for assisting in certain aspects of the administration and operation of the Portfolio and which was also designed to provide an expense limit for certain expenses of the Portfolio. This fee was calculated exclusive of the advisory fee, custody expenses, fund services fee, amortization of organization expenses, and brokerage costs at 0.15% of the Portfolio's average daily net assets up to \$200 million, 0.10% of the next \$200 million of average daily net assets, 0.05% of the next \$200 million of average daily net assets and 0.03% of average daily net assets thereafter. For the period from November 1, 1994, through August 31, 1995, the fee for these services amounted to \$337,050. Effective September 1, 1995, the Services Agreement was terminated and an interim agreement was entered into between the Portfolio and Morgan which provides for the continuation of the oversight services that were outlined under the prior agreement and that Morgan shall bear all of its expenses incurred in connection with these services.

d) The Portfolio has a Fund Services Agreement with Pierpont Group, Inc. ("Group") to assist the Trustees in exercising their overall supervisory responsibilities for the Portfolio's affairs. The Trustees of the Portfolio represent all the existing shareholders of Group. The Portfolio's allocated portion of Group's fee for its reasonable costs in performing its services amounted to \$53,162 for the fiscal year ended October 31, 1995.

e) An aggregate annual fee of \$65,000 is paid to each Trustee for serving as a Trustee of the Pierpont Funds, the JPM Institutional Funds and their corresponding Portfolios. The Trustees' Fees and Expenses shown in the financial statements represents the Portfolio's allocated portion of the total fees and expenses. Prior to April 1, 1995, the aggregate annual trustee fee was \$55,000. The Trustee

THE EMERGING MARKETS EQUITY PORTFOLIO
 NOTES TO FINANCIAL STATEMENTS (CONTINUED)
 OCTOBER 31, 1995

 who serves as Chairman and Chief Executive Officer of these Funds and Portfolios also serves as Chairman of Group and received compensation and employee benefits from Group in his role as Group's Chairman. The allocated portion of such compensation and benefits included in the Fund Services Fee shown in the financial statements was \$6,800.

3. Investment Transactions

Investment transactions (excluding short-term investments) for the fiscal year ended October 31, 1995 were as follows:

<TABLE>
 <CAPTION>

Cost of Purchases	Proceeds from Sales
\$ 415,186,372	\$ 222,457,550

</TABLE>

4. Restricted Securities

<TABLE>
<CAPTION>

	Units	Date Acquired	U.S. \$ Cost
	-----	-----	-----
<S>	<C>	<C>	<C>
New Century Holdings, Ltd.:			
Partnership III	1,800	4/11/94	\$ 1,800,000
Partnership IV	2,000	6/16/94	\$ 2,000,000
Partnership V	3,800	11/9/94	\$ 3,800,000

The securities shown above are restricted as to sale and have been valued at fair value in accordance with the procedures described in Note 1a. The value of these securities at October 31, 1995 is \$9,488,000 representing 1.5% of net assets.

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REPORT OF INDEPENDENT ACCOUNTANTS

To the Trustees and Investors of
The Emerging Markets Equity Portfolio

In our opinion, the accompanying statement of assets and liabilities, including the schedule of investments, and the related statements of operations and of changes in net assets and the supplementary data present fairly, in all material respects, the financial position of The Emerging Markets Equity Portfolio (the "Portfolio") at October 31, 1995, the results of its operations for the year then ended, and the changes in its net assets and the supplementary data for the year then ended and for the period November 15, 1993 (commencement of operations) through October 31, 1994, in conformity with generally accepted accounting principles. These financial statements and supplementary data (hereafter referred to as "financial statements") are the responsibility of the Portfolio'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 involved confirmation of securities at October 31, 1995 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 LLP
New York, New York
December 22, 1995

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