

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 CONVERTIBLE SECURITIES FUND INC

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MERRILL LYNCH
GLOBAL
CONVERTIBLE
FUND, INC.

FUND LOGO

Annual Report

October 31, 1994

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 Convertible
Fund, Inc.
Box 9011
Princeton, New Jersey
08543-9011

MERRILL LYNCH GLOBAL CONVERTIBLE FUND, INC.

Officers and
Directors

Arthur Zeikel, President and Director
Kenneth S. Axelson, Director
Herbert I. London, Director
Robert R. Martin, Director
Joseph L. May, Director
Andre F. Perold, Director
Terry K. Glenn, Executive Vice President
N. John Hewitt, Senior Vice President
Donald C. Burke, Vice President
Harry E. Dewdney, Vice President and Portfolio Manager
Gerald M. Richard, Treasurer
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Important Tax
Information
(unaudited)

Of the ordinary income distributions paid quarterly by Merrill Lynch Global Convertible Fund, Inc. during the year ended October 31, 1994, 35.09% qualifies for the dividends-received deduction for corporations. Additionally, the Fund distributed long-term capital gains of \$0.081133 per share to shareholders of record as of December 20, 1993.

The law varies in each state as to whether and what percentage of dividend income attributable to Federal obligations is exempt from state income tax. We recommend that you consult your tax adviser to determine if any portion of the dividends you received is exempt from state income tax.

Listed below are the percentages of the Fund's total assets invested in Federal obligations* as of the end of each quarter of the fiscal year.

For the Quarter Ended	Federal Obligations*
January 31, 1994	11.30%
April 30, 1994	10.39%
July 31, 1994	15.08%
October 31, 1994	16.85%

Of the Fund's dividends paid quarterly to shareholders from ordinary income during the year ended October 31, 1994, 9.35% was attributable to Federal obligations. In calculating the foregoing percentage, expenses of the Fund have been allocated on a pro rata basis.

[FN]

*For purposes of this calculation, Federal obligations include US Treasury Notes, US Treasury Bills, and US Treasury Bonds. Also included are obligations issued by the following agencies: Banks for Cooperatives, Federal Intermediate Credit Banks, Federal Land Banks, Federal Home Loan Banks, and the Student Loan Marketing Association. Repurchase agreements are not included in this calculation.

TO OUR SHAREHOLDERS

As we review the past year's environment for Merrill Lynch Global Convertible Fund, Inc., it is obvious that the key factor affecting equity and bond markets was the rising interest rate climate. Interest rates began to rise on February 4, 1994 when the Federal Reserve Board made the first of a series of monetary policy tightenings that do not appear to be over yet. These moves have played a major role in the poor performance of most world markets and have also affected foreign exchange markets.

As the US economy continues to be rather strong with little signs of a slowdown, fears of renewed inflation seem to be the guiding factor in the Federal Reserve Board's actions. The bond market has responded rather negatively to the rise in interest rates and the expectation that more hikes are on the way. Equity markets in the United States have been concentrating more on the good earnings reports of the third quarter, although price swings have been volatile. It remains to be seen in the coming weeks and months whether the economy will continue to be strong, leading to possibly higher interest rates or whether the Federal Reserve Board's tightening actions since February will lead to an economic slowdown. If the latter scenario unfolds, there could be sharp and extensive bond and equity rallies.

Overseas markets have been generally lower in 1994, again responding negatively to the Federal Reserve Board's interest rate tightening operations. European equity markets especially were lower with a few exceptions. In London, for example, the unmanaged Financial Times SE 100 Index has been down over 9% in 1994. Asian markets have given up good portions of their 1993 gains, with Hong Kong down over 18%. Conversely, Japanese equity markets have been quite firm with the Nikkei 225 Index up over 14% for 1994.

The US dollar compared to most other world currencies has been weak most of the year, in spite of higher interest rates. In our opinion, one reason for this weakness has been the vast amount of money leaving the United States for investment abroad. This could be in part because of our balance of payment deficits, the political situation and inflationary concerns.

At some point, rising interest rates should help US assets remain at home, leading to some support for the US dollar. On the other hand, foreign investors could withdraw money from the United States if they fear capital losses on their US bond and equity investments. Again, it remains to be seen how the Federal Reserve Board handles the envisioned inflation threat. Too much tightening could lead to a softer economy, too little action could aggravate inflation worries.

Portfolio Strategy

During the Fund's fiscal year ended October 31, 1994, the portfolio's geographic asset allocation reflected our investment outlook. The US portion of the portfolio represents 62% of the Fund's net assets as of October 31, 1994. Of the 38% balance, approximately 19% is in Japan where we have benefited from the strong equity market and very strong Japanese yen relative to the US

dollar. We have holdings of less than 2% in each of the following countries: Hong Kong, Australia, France and Switzerland. Our holdings in the United Kingdom of 8% have been aided by a strong pound sterling relative to the US dollar. We also held approximately 5% in Canada. This diversified portfolio has carried us through some rather difficult markets in fairly good shape, especially since we have avoided to a large degree some of the poor performing areas of the world.

It is our opinion that the coming weeks and months will bring continued turbulence and volatility to most world markets. However, we feel that once interest rates have topped out as the economy slows, there will be very good opportunities to take advantage of the weakness that has occurred in bond markets, especially convertibles which have suffered from higher interest rates and mostly lower equity markets.

Fiscal Year in Review

For the fiscal year ended October 31, 1994, the Fund's Class A and Class B Shares had total returns of +0.61% and -0.37%, respectively, as compared to a +3.84% total return for the unmanaged Standard & Poor's 500 Average. (Results shown do not include sales charges; if sales charges were included, results would be lower. Complete performance results, including average annual total returns, can be found on pages 4, 5 and 6 of this report to shareholders.)

The shortfall in the Fund's performance relative to the S&P 500 is because of the extremely poor performance of bond markets--corporate, government and convertibles--for the year under review, especially when the Federal Reserve Board began to increase interest rates. At the same time, equity markets have held up rather well, although they have been very volatile and erratic. For example, on October 28, 1994, the S&P 500 was up 1.7%, then fell over 2.0% in the first days of November. Our Fund's largest offshore holding of 20% in Japanese issues performed well since the Japanese equity markets were quite firm. The very strong yen versus the US dollar also helped mitigate results from the poor performance of bond markets in the United States. Most world equity markets retreated from the high levels of 1993, affording little in the way of total return. Since the Fund does invest primarily in convertible securities which are subject to both interest rate and equity price movements worldwide, we attempt to structure our portfolio to market conditions as we perceive them. During the 12 months ended October 31, 1994, we maintained larger cash positions than normal and took actions we deemed appropriate to protect our shareholders' capital during rather difficult times. All in all, while we would have liked to have achieved better total returns during the Fund's fiscal year, the results must be viewed within the context of the rather weak and volatile market conditions that prevailed during the year.

In Conclusion

We thank you for your investment in Merrill Lynch Global Convertible Fund, Inc., and we look forward to reviewing our investment outlook and strategy with you again in our upcoming quarterly report to shareholders.

Sincerely,

(Arthur Zeikel)
Arthur Zeikel
President

(Harry E. Dewdney)
Harry E. Dewdney
Vice President and
Portfolio Manager

November 30, 1994

PERFORMANCE DATA

About Fund Performance

Since October 21, 1994, investors have been able to purchase shares of the Fund through the Merrill Lynch Select Pricing SM

System, which offers four pricing alternatives:

- * Class A Shares incur a maximum initial sales charge (front-end load) of 5.25% and bear no ongoing distribution or account maintenance fees. Class A Shares are available only to eligible investors.
- * Class B Shares are subject to a maximum contingent deferred sales charge of 4% if redeemed during the first year, decreasing 1% each year thereafter to 0% after the fourth year. In addition, Class B Shares are subject to a distribution fee of 0.75% and an account maintenance fee of 0.25%. These shares automatically convert to Class D Shares after 8 years.
- * Class C Shares are subject to a distribution fee of 0.75% and an account maintenance fee of 0.25%. In addition, Class C Shares are subject to a 1% contingent deferred sales charge if redeemed within one year of purchase.
- * Class D Shares incur a maximum initial sales charge of 5.25% and an account maintenance fee of 0.25% (but no distribution fee).

Performance data for the Fund's Class A Shares and Class B Shares are presented in the "Performance Summary" and "Average Annual Total Return" tables on pages 5 and 6. Data for all of the Fund's shares, including Class C and Class D Shares, are presented in the "Recent Performance Results" table.

The "Recent Performance Results" table below shows investment results before the deduction of any sales charges for Class A and Class B Shares for the 12-month and 3-month periods ended October 31, 1994 and for Class C and Class D Shares for the period since inception through October 31, 1994. All data in this table assume imposition of the actual total expenses incurred by each class of shares during the relevant period.

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.

PERFORMANCE DATA

<TABLE>
Recent
Performance
Results
<CAPTION>

	10/31/94	7/31/94++	10/31/93	12 Month % Change	3 Month % Change++
<S>	<C>	<C>	<C>	<C>	<C>
ML Global Convertible Fund, Inc. Class A Shares*	\$10.75	\$10.74	\$11.08	-2.24%(1)	+0.09%
ML Global Convertible Fund, Inc. Class B Shares*	10.80	10.80	11.13	-2.23(1)	0.00
ML Global Convertible Fund, Inc. Class C Shares*	10.81	10.74	--	--	+0.65
ML Global Convertible Fund, Inc. Class D Shares*	10.76	10.69	--	--	+0.65
ML Global Convertible Fund, Inc. Class A Shares--Total Return*				+0.61(2)	+0.44(3)
ML Global Convertible Fund, Inc. Class B Shares--Total Return*				-0.37(4)	+0.12(5)
ML Global Convertible Fund, Inc. Class C Shares--Total Return*				--	+0.65
ML Global Convertible Fund, Inc. Class D Shares--Total Return*				--	+0.65
Dow Jones Industrial Average**	3,908.12	3,764.50	3,680.59	+6.18	+3.82
S&P 500 Index**	472.35	458.26	467.83	+0.97	+3.07
Japan Nikkei Dow Jones 225**	19,989.60	20,449.39	19,438.24	+2.84	-2.25
London Financial Times Index**	3,097.40	3,082.60	3,164.40	- 2.12	+0.48

<FN>
++Investment results shown for Class C and Class D Shares are since inception (10/21/94).

*Investment results shown do not reflect sales charges; results shown would be lower if a sales charge was included.

**An unmanaged broad-based Index comprised of common stocks.

- (1) Percent change includes reinvestment of \$0.081 per share capital gains distributions.
- (2) Percent change includes reinvestment of \$0.308 per share ordinary income dividends and \$0.081 per share capital gains distributions.
- (3) Percent change includes reinvestment of \$0.036 per share ordinary income dividends.
- (4) Percent change includes reinvestment of \$0.204 per share ordinary income dividends and \$0.081 per share capital gains distributions.
- (5) Percent change includes reinvestment of \$0.013 per share ordinary income dividends.

</TABLE>

Total Return
Based on a
\$10,000
Investment

GRAPHIC MATERIAL APPEARS HERE. SEE APPENDIX,
GRAPHIC AND IAMGE MATERIAL: ITEM 1.

Average Annual Total Return

	% Return Without Sales Charge	% Return With Sales Charge**
Class A Shares*		
Year Ended 9/30/94	+0.41%	-4.86%
Five Years Ended 9/30/94	+6.34	+5.20
Inception (11/4/88) through 9/30/94	+7.03	+6.05

[FN]

*Maximum sales charge is 5.25%.

**Assuming maximum sales charge.

	% Return Without CDSC	% Return With CDSC**
Class B Shares*		
Year Ended 9/30/94	-0.55%	-4.42%
Five Years Ended 9/30/94	+5.27	+5.27
Inception (2/26/88) through 9/30/94	+5.63	+5.63

[FN]

*Maximum contingent deferred sales charge is 4% and is reduced to 0%
after 4 years.

**Assuming payment of applicable contingent deferred sales charge.

PERFORMANCE DATA (concluded)

<TABLE>

Performance
Summary--
Class A Shares
<CAPTION>

Period Covered <C>	Net Asset Value		Capital Gains	Dividends Paid* <C>	% Change** <C>
	Beginning <C>	Ending <C>	Distributed <C>		
11/4/88--12/31/88	\$ 9.97	\$ 9.76	\$0.173	\$0.101	+ 0.68%
1989	9.76	9.50	0.431	0.483	+ 6.83
1990	9.50	8.20	0.047	0.497	- 8.07
1991	8.20	9.06	0.151	0.382	+17.22
1992	9.06	9.67	0.123	0.267	+11.12
1993	9.67	10.68	0.081	0.327	+14.74
1/1/94--10/31/94	10.68	10.75	--	0.131	+ 1.89
			-----	-----	
			Total \$1.006	Total \$2.188	

Cumulative total return as of 10/31/94: +50.56%**

<FN>

*Figures may include short-term capital gains distributions.

**Figures assume reinvestment of all dividends and capital gains
distributions at net asset value on the ex-dividend date, and do not
include sales charge; results would be lower if a sales charge was
included.

</TABLE>

<TABLE>

Performance
Summary--
Class B Shares
<CAPTION>

Period Covered <C>	Net Asset Value		Capital Gains	Dividends Paid* <C>	% Change** <C>
	Beginning <C>	Ending <C>	Distributed <C>		
2/26/88--12/31/88	\$10.00	\$ 9.77	\$ 0.173	\$0.313	+ 2.63%
1989	9.77	9.51	0.431	0.376	+ 5.68

1990	9.51	8.25	0.047	0.373	- 8.94
1991	8.25	9.12	0.151	0.284	+15.99
1992	9.12	9.74	0.123	0.166	+ 9.99
1993	9.74	10.74	0.081	0.228	+13.48
1/1/94--10/31/94	10.74	10.80	--	0.054	+ 1.07
			-----	-----	
			Total \$1.006	Total \$1.794	

Cumulative total return as of 10/31/94: +44.53%***

<FN>

*Figures may include short-term capital gains distributions.

**Figures assume reinvestment of all dividends and capital gains distributions at net asset value on the ex-dividend date, and do not reflect deduction of any sales charge; results would be lower if a sales charge was deducted.

</TABLE>

<TABLE>

SCHEDULE OF INVESTMENTS

(in US dollars)

<CAPTION>

NORTH AMERICA	Industries	Shares Held	Common Stocks	Cost	Value (Note 1a)	Percent of Net Assets
<S>	<S>	<C>	<S>	<C>	<C>	<C>
United States	Chemicals	5,000	Witco Corp.	\$ 145,300	\$ 140,000	0.23%
	Metals & Mining	10,000	++WHX Corp.	179,350	150,000	0.24
	Oil & Related	10,000	Exxon Corp.	615,700	628,750	1.02
			Total Investments in United States Common Stocks	940,350	918,750	1.49

<CAPTION>

		Convertible Preferred Stocks				
<S>	<S>	<C>	<S>	<C>	<C>	<C>
Canada	Oil & Gas Producers	10,000	Occidental Petroleum Corp., Pfd., Series A	500,700	502,500	0.82
			Total Investments in Canadian Convertible Preferred Stocks	500,700	502,500	0.82
United States	Automotive Parts	3,000	Goodrich (B.F.) Company, \$3.50 Pfd., Series D	164,550	150,375	0.25
	Chemicals	20,000	Ashland Oil Inc., \$6.25 Pfd.	1,065,800	1,265,000	2.06
	Data Processing	20,000	UNISYS Corp., \$3.75 Pfd., Series A	1,233,875	692,500	1.13
	Food/Beverage/Tobacco & Household	30,000	ConAgra Inc., Pfd., Class E	998,025	993,750	1.62
	Forest Products/Paper & Packaging	10,000	Federal Paper Board Co., \$2.875 Pfd.	489,550	562,500	0.92
		5,000	James River Corp. of Virginia, \$3.375 Pfd. A, Series K	223,000	198,750	0.32
				-----	-----	-----
				712,550	761,250	1.24
	Metals & Mining	10,000	USX Corp., \$3.25 Pfd.	505,800	503,750	0.82
		5,000	WHX Corp., Pfd.	256,650	270,625	0.44
		20,000	WHX Corp., Pfd. B	1,000,150	990,000	1.61
				-----	-----	-----
				1,762,600	1,764,375	2.87
	Transportation	20,000	Delta Airlines, Inc., \$3.50 Pfd. C	1,010,350	957,500	1.56
			Total Investments in United States Convertible Preferred Stocks	6,947,750	6,584,750	10.73

<CAPTION>

		Face Amount		Convertible Bonds				
<S>	<S>	<S>	<C>	<S>	<C>	<C>	<C>	<C>

Canada	Oil & Related	US\$ 2,000,000	Amoco Canada Petro Co., Ltd., 7.375% due 9/01/2013	2,391,500	2,470,000	4.03
			Total Investments in Canadian Convertible Bonds	2,391,500	2,470,000	4.03
United States	Building & Construction	1,200,000	Masco Corp., 5.25% due 2/15/2012	1,027,750	987,000	1.61
	Computer Services	500,000	Cray Research, Inc., 6.125% due 2/01/2011	510,000	357,500	0.58
	Electronics	1,600,000	Texas Instruments, Inc., 2.75% due 9/29/2002	1,555,250	1,552,000	2.53
	Food & Beverage	1,000,000	American Brands Inc., 5.75% due 4/11/2005	1,167,500	1,137,500	1.85
	Forest Products/ Paper & Packaging	1,200,000	Mead Corp., 6.75% due 9/15/2012	1,199,250	1,224,000	2.00
	Insurance	2,000,000	Chubb Capital Corp., 6% due 5/15/1998	2,018,750	2,015,000	3.28
	Leisure	800,000	Time Warner Inc., 8.75% due 1/10/2015	802,000	791,000	1.29
	Metals & Mining	1,600,000	Homestake Mining Co., 5.50% due 6/23/2000	1,688,000	1,680,000	2.74
		300,000	USX Corp., 7% due 6/15/2017	285,600	267,000	0.44
				-----	-----	-----
				1,973,600	1,947,000	3.18

</TABLE>

<TABLE>
SCHEDULE OF INVESTMENTS (continued) (in US dollars)

NORTH AMERICA		Face	Convertible Bonds	Cost	Value	Percent of
(concluded)	Industries	Amount			(Note 1a)	Net Assets
<S>	<S>	<C>	<S>	<C>	<C>	<C>
United States (concluded)	Multi- Industry	US\$ 1,000,000	Ogden Corp., 5.75% due 10/20/2002	\$ 935,500	\$ 810,000	1.32%
	Natural Gas	1,500,000	Consolidated Natural Gas Co., 7.25% due 12/15/2015	1,626,250	1,511,250	2.46
	Oil & Related	1,600,000	Pennzoil Co., 4.75% due 10/01/2003	1,614,625	1,420,000	2.31
	Real Estate	500,000	Rockefeller Center Properties, Inc., 8% due 12/31/2000	520,000	457,500	0.75
	Retail Stores	2,000,000	Home Depot Inc., 4.50% due 2/15/1997	2,304,062	2,360,000	3.85
	Textiles	250,000	Fieldcrest Cannon, Inc., 6% due 3/15/2012	160,000	195,000	0.32
			Total Investments in United States Convertible Bonds	17,414,537	16,764,750	27.33
			Total Investments in North American Securities	28,194,837	27,240,750	44.40

PACIFIC BASIN		Shares	Common Stocks			
<S>	<S>	Held		<C>	<C>	<C>
Japan	Financial Services	10,000	Daiwa Securities Co., Ltd.	109,055	145,556	0.24
		10,000	Nikko Securities Co., Ltd.	91,790	117,683	0.19
		6,000	Nomura Securities Co., Ltd.	94,803	125,735	0.21
		10,000	Yamaichi Securities Co., Ltd.	94,005	79,281	0.13
				-----	-----	-----
				389,653	468,255	0.77
	Machinery	20,000	Shimadzu Corp.	156,900	147,001	0.24
		5,000	Sodick Co., Ltd.	94,250	47,280	0.08

					251,150	194,281	0.32
				Total Investments in Japanese Common Stocks	640,803	662,536	1.09
<CAPTION>				Convertible Preferred Stocks			
<S> Hong Kong	<S> Food & Beverage	<C> 800,000	<S> Dairy Farms International Holdings Ltd., \$6.50 Pfd.		<C> 876,000	<C> 796,000	<C> 1.30
			Total Investments in Hong Kong Convertible Preferred Stocks		876,000	796,000	1.30
<CAPTION>				Convertible Bonds			
<S> Australia	<S> Banking	<S> US\$	Face Amount <C> 750,000	<S> Lend Lease Finance Inter- national Corp., Ltd., 4.75% due 6/01/2003	<C> 848,437	<C> 787,500	<C> 1.28
			Total Investments in Australian Convertible Bonds		848,437	787,500	1.28
Japan	Auto & Truck	Yen	50,000,000	No. 2 Toyota Motor Corp., 1.20% due 1/28/1998	572,731	572,933	0.93
	Automotive		15,000,000	No. 2 Mazda Motors, Ltd., 1.70% due 3/31/1998	131,050	144,782	0.24
	Building & Construction		25,000,000	No. 2 Nichiei Construction Co., Ltd., 1.50% due 4/30/1999	195,234	227,883	0.37
			25,000,000	No. 5 Nichiei Construction Co., Ltd., 1.70% due 10/31/2002	261,132	209,043	0.34
					456,366	436,926	0.71
	Chemicals		20,000,000	No. 6 Sekisui Plastic Co., Ltd., 2% due 9/29/2000	217,190	214,308	0.35
	Computer Services		5,000,000	No. 5 CSK Corp., 3.80% due 3/19/1999	38,344	52,080	0.09
			5,000,000	No. 6 CSK Corp., 3.90% due 3/20/2001	38,344	51,616	0.08
					76,688	103,696	0.17
	Diversified Companies		50,000,000	No. 3 Mitsui & Co., 1.50% due 3/31/2003	529,601	531,124	0.87
	Electronics		50,000,000	No. 7 Fujitsu Ltd., 4.30% due 9/29/1995	505,414	533,705	0.87
			15,000,000	No. 2 Kyushu Matsushita Electric Co., Inc., 1.50% due 3/31/1999	158,941	159,337	0.26
			75,000,000	No. 11 Sharp Corp., 1.50% due 9/30/1998	803,237	901,982	1.47
					1,467,592	1,595,024	2.60
	Food & Beverage		50,000,000	No. 1 Sanyo Coca-Cola Bottling, Inc., 0.90% due 6/30/2003	522,384	466,089	0.76
			50,000,000	No. 3 Sapporo Breweries, Ltd., 1.20% due 12/18/2009	525,379	495,509	0.81
					1,047,763	961,598	1.57
	Food & Household Products		15,000,000	No. 4 Asahi Breweries, Ltd., 2.10% due 10/21/1997	138,779	150,976	0.25
			35,000,000	No. 3 Itoham Foods, Inc., 1.80% due 2/28/2003	336,922	290,854	0.47
			45,000,000	No. 4 Kikkoman Corp., 1.60% due 12/29/2000	468,167	435,739	0.71
			30,000,000	No. 6 Meiji Milk Products, 2.10% due 9/30/2002	303,887	281,821	0.46
			60,000,000	No. 2 Skylark Co., Ltd., 1.60% due 6/28/1996	562,294	612,574	1.00

			1,810,049	1,771,964	2.89
Health & Personal Care	15,000,000	No. 2 Dai-Ichi Kogyo Seiyaku Co., Ltd., 2% due 3/31/1997	162,367	148,808	0.24
	15,000,000	No. 3 EISAI Co., Ltd., 4.20% due 3/31/1998	183,945	172,344	0.28
			346,312	321,152	0.52
Leisure	50,000,000	No. 4 Canon Co., 1.20% due 12/20/2005	553,669	614,225	1.00
	25,000,000	No. 3 Canon Co., 1.30% due 12/19/2008	293,750	307,113	0.50
	30,000,000	No. 2 Tokyo Dome Co., Ltd., 1.70% due 1/31/1997	303,458	297,306	0.48
			1,150,877	1,218,644	1.98
Machinery	20,000,000	No. 2 Nippondenso Co., Ltd., 1.20% due 12/26/1997	224,111	227,108	0.37
	60,000,000	No. 5 Toppan Printing Co. Ltd., 1.90% due 11/30/2001	642,844	604,522	0.99
			866,955	831,630	1.36
Metals & Mining	25,000,000	No. 2 Godo Steel Co., Ltd., 2.60% due 3/29/2002	256,657	258,594	0.42
Multi-Industry	60,000,000	No. 5 Asahi Glass Co., Ltd., 1.90% due 12/26/2008	624,629	681,325	1.11
	40,000,000	No. 4 Sony Corp., 1.40% due 3/31/2005	278,956	364,612	0.59
			903,585	1,045,937	1.70
Oil & Related	20,000,000	No. 4 Nippon Oil Co., Ltd., 1.70% due 3/31/2003	147,642	165,996	0.27
Real Estate	15,000,000	No. 12 Mitsui Real Estate Development Co., Ltd., 1.40% due 9/30/2003	148,558	121,555	0.20
Transportation	30,000,000	No. 4 All Nippon Airways Co., Ltd., 1% due 3/31/2004	312,259	327,965	0.53
	50,000,000	No. 6 Yamato Transport Co., Ltd., 1.70% due 9/30/2002	539,151	544,544	0.89
			851,410	872,509	1.42
		Total Investments in Japanese Convertible Bonds	10,981,026	11,168,372	18.20
		Total Investments in Pacific Basin Securities	13,346,266	13,414,408	21.87

</TABLE>

<TABLE>
SCHEDULE OF INVESTMENTS (concluded) (in US dollars)

<CAPTION>		Shares Held	Common Stocks	Cost	Value (Note 1a)	Percent of Net Assets
WESTERN EUROPE	Industries	<S>	<S>	<C>	<C>	<C>
United Kingdom	Business Services	71,944	Saatchi & Saatchi Co., PLC	\$ 217,005	\$ 192,604	0.31%
			Total Investments in United Kingdom Common Stocks	217,005	192,604	0.31

<CAPTION>

<S>	<S>	<S>	Face Amount	Convertible Bonds	<C>	<C>	<C>
France	Leisure	Ffr	<C>	<S>	<C>	<C>	<C>
			4,200,000	Euro Disney SCA, 6.75% due 10/01/2001	686,297	512,323	0.84
				Total Investments in French Convertible Bonds	686,297	512,323	0.84

Switzerland	Banking	US\$	700,000	CS Holdings, 4.875% due 11/19/2002	890,750	946,750	1.54
				Total Investments in Swiss Convertible Bonds	890,750	946,750	1.54
United Kingdom	Business Services	Pound Sterling	500,000	Hanson Trust PLC, 9.50% due 1/31/2006	869,996	840,686	1.37
	Food & Beverage		500,000	Allied-Lyons PLC, 6.75% due 7/07/2008	817,944	867,212	1.41
			550,000	Northern Foods PLC, 6.75% due 8/08/2008	867,775	758,658	1.24
					1,685,719	1,625,870	2.65
	Oil & Related		1,200,000	EE Finance, 8.75% due 6/27/2006	1,860,229	1,870,730	3.05
	Transportation		300,000	P&O Steam Navigation Co., 7.25% due 5/19/2003	477,653	503,187	0.82
				Total Investments in United Kingdom Convertible Bonds	4,893,597	4,840,473	7.89
				Total Investments in Western European Securities	6,687,649	6,492,150	10.58

<CAPTION>

				Short-Term Securities			
<S>	<S>	<S>	<C>	<S>	<C>	<C>	<C>
United States	Commercial Paper*	US\$	2,903,000	General Electric Capital Corp., 4.72% due 11/01/1994	2,903,000	2,903,000	4.73
	US Government & Agency Obligations*		5,000,000	US Treasury Bills: 4.34% due 11/10/1994	4,994,575	4,994,575	8.14
			6,000,000	4.63% due 12/01/1994	5,976,850	5,976,850	9.74
					10,971,425	10,971,425	17.88
				Total Investments in Short-Term Securities	13,874,425	13,874,425	22.61
	Total Investments				\$62,103,177	61,021,733	99.46
	Unrealized Depreciation on Forward Foreign Exchange Contracts**					(128,199)	(0.21)
	Other Assets Less Liabilities					459,647	0.75
	Net Assets					\$61,353,181	100.00%

<FN>

++Non-income producing security.

*Commercial Paper and certain US Government & Agency Obligations are traded on a discount basis; the interest rates shown are the discount rates paid at the time of purchase by the Fund.

**Forward foreign exchange contracts as of October 31, 1994 are as follows:

Foreign Currency Sold		Expiration Date	Unrealized Depreciation (Note 1b)
Yen	200,000,000	November 1994	\$ (33,961)
Yen	450,000,000	December 1994	(94,238)
Total Unrealized Depreciation--Net on Forward Foreign Exchange Contracts (US\$ Commitment--\$6,605,804)			\$ (128,199)

See Notes to Financial Statements.

</TABLE>

<TABLE>
STATEMENT OF ASSETS AND LIABILITIES
<CAPTION>

As of October 31, 1994

<S>	<S>	<C>	<C>
Assets:	Investments, at value (identified cost--\$62,103,177) (Note 1a)		\$ 61,021,733
	Cash		72,698
	Receivables:		
	Capital shares sold	\$ 599,188	
	Interest	515,017	
	Dividends	4,825	1,119,030

	Prepaid expenses and other assets (Note 1f)		66,689

	Total assets		62,280,150

Liabilities:	Unrealized depreciation on forward foreign exchange contracts (Note 1b)		128,199
	Payables:		
	Securities purchased	438,028	
	Capital shares redeemed	160,371	
	Distributor (Note 2)	43,557	
	Investment adviser (Note 2)	32,545	674,501

	Accrued expenses and other liabilities		124,269

	Total liabilities		926,969

Net Assets:	Net assets		\$ 61,353,181

Net Assets Consist of:	Class A Common Stock, \$0.10 par value, 100,000,000 shares authorized		\$ 72,996
	Class B Common Stock, \$0.10 par value, 100,000,000 shares authorized		491,647
	Class C Common Stock, \$0.10 par value, 100,000,000 shares authorized		1,878
	Class D Common Stock, \$0.10 par value, 100,000,000 shares authorized		1,659
	Paid-in capital in excess of par		60,937,778
	Undistributed investment income--net		220,749
	Undistributed realized capital gains on investments and foreign currency transactions--net		829,511
	Unrealized depreciation on investments and foreign currency transactions--net		(1,203,037)

	Net assets		\$ 61,353,181
			=====
Net Asset Value:	Class A--Based on net assets of \$7,850,496 and 729,963 shares outstanding		\$ 10.75
			=====
	Class B--Based on net assets of \$53,121,238 and 4,916,473 shares outstanding		\$ 10.80
			=====
	Class C--Based on net assets of \$202,924 and 18,779 shares outstanding		\$ 10.81
			=====
	Class D--Based on net assets of \$178,523 and 16,585 shares outstanding		\$ 10.76
			=====

See Notes to Financial Statements.

</TABLE>

<TABLE>
STATEMENT OF OPERATIONS
<CAPTION>

<S>	<S>	<C>	<C>
Investment Income (Notes 1d & 1e):	Interest and discount earned (net of \$14,641 foreign withholding tax)		\$ 1,527,979
	Dividends (net of \$605 foreign withholding tax)		507,422

	Total income		2,035,401

Expenses:	Distribution fees--Class B (Note 2)	\$ 381,718	
	Investment advisory fees (Note 2)	285,526	
	Printing and shareholder reports	111,720	
	Professional fees	71,997	
	Accounting services (Note 2)	66,982	
	Transfer agent fees--Class B (Note 2)	62,017	
	Registration fees (Note 1f)	51,442	
	Directors' fees and expenses	49,496	
	Custodian fees	26,104	
	Transfer agent fees--Class A (Note 2)	7,966	
	Pricing fees	2,673	
	Other	3,685	

Total expenses			1,121,326
Investment income--net			914,075
Realized & Unrealized Gain (Loss) on Investments & Foreign Currency Transactions--Net (Notes 1b, 1e & 3):	Realized gain (loss) from:		
	Investments--net	1,000,267	
	Foreign currency transactions--net	(193,908)	806,359
	Change in unrealized appreciation/depreciation on:		
	Investments--net	(1,627,788)	
	Foreign currency transactions--net	(206,739)	(1,834,527)
	Net realized and unrealized loss on investments and foreign currency transactions		(1,028,168)
	Net Decrease in Net Assets Resulting from Operations		\$ (114,093)

See Notes to Financial Statements.

</TABLE>

<TABLE>
STATEMENTS OF CHANGES IN NET ASSETS
<CAPTION>

		For the Year Ended October 31,	
		1994	1993
<S>	Increase (Decrease) in Net Assets:	<C>	<C>
Operations:	Investment income--net	\$ 914,075	\$ 310,807
	Realized gain on investments and foreign currency transactions--net	806,359	303,814
	Change in unrealized appreciation/depreciation on investments and foreign currency transactions--net	(1,834,527)	2,506,720
	Net increase (decrease) in net assets resulting from operations	(114,093)	3,121,341
Dividends & Distributions to Shareholders (Note 1g):	Investment income--net:		
	Class A	(148,368)	(59,079)
	Class B	(616,538)	(236,220)
	Realized gain on investments--net:		
	Class A	(36,309)	(37,814)
	Class B	(244,353)	(223,267)
	Net decrease in net assets resulting from dividends and distributions to shareholders	(1,045,568)	(556,380)
Capital Share Transactions (Note 4):	Net increase in net assets derived from capital share transactions	28,124,292	15,565,778
Net Assets:	Total increase in net assets	26,964,631	18,130,739
	Beginning of year	34,388,550	16,257,811
	End of year*	\$ 61,353,181	\$ 34,388,550
<FN>	*Undistributed investment income--net	\$ 220,749	\$ 71,580

See Notes to Financial Statements.

</TABLE>

<TABLE>
FINANCIAL HIGHLIGHTS
<CAPTION>

The following per share data and ratios have been derived from information provided in the financial statements.

		Class A				
		For the Year Ended October 31,				
		1994	1993	1992	1991	1990
<S>	Increase (Decrease) in Net Asset Value:	<C>	<C>	<C>	<C>	<C>
Per Share Operating Performance:	Net asset value, beginning of year	\$ 11.08	\$ 9.79	\$ 9.39	\$ 8.37	\$ 9.95
	Investment income--net	.33	.23	.21	.25	.38
	Realized and unrealized gain (loss) on investments and foreign currency transactions--net	(.27)	1.45	.68	1.22	(1.11)
	Total from investment operations	.06	1.68	.89	1.47	(.73)

Less dividends and distributions:						
	Investment income--net	(.30)	(.23)	(.25)	(.37)	(.42)
	Realized gain on investments--net	(.09)	(.16)	(.24)	(.08)	(.43)
		-----	-----	-----	-----	-----
	Total dividends and distributions	(.39)	(.39)	(.49)	(.45)	(.85)
		-----	-----	-----	-----	-----
	Net asset value, end of year	\$ 10.75	\$ 11.08	\$ 9.79	\$ 9.39	\$ 8.37
		=====	=====	=====	=====	=====
Total Investment Return:**	Based on net asset value per share	0.61%	17.64%	10.00%	18.09%	(7.86%)
		=====	=====	=====	=====	=====
Ratios to Average Net Assets:	Expenses, net of reimbursement	1.66%	2.22%	2.47%	2.47%	2.39%
		=====	=====	=====	=====	=====
	Expenses	1.66%	2.22%	2.86%	2.87%	2.39%
		=====	=====	=====	=====	=====
	Investment income--net	2.97%	2.36%	2.61%	3.16%	4.55%
		=====	=====	=====	=====	=====
Supplemental Data:	Net assets, end of year (in thousands)	\$ 7,850	\$ 4,557	\$ 2,283	\$ 448	\$ 162
		=====	=====	=====	=====	=====
	Portfolio turnover	38.04%	26.02%	4.91%	18.02%	22.76%
		=====	=====	=====	=====	=====

<CAPTION>

The following per share data and ratios have been derived from information provided in the financial statements

		Class B				
		For the Year Ended October 31,				
		1994	1993	1992	1991	1990
<S>	<S>	<C>	<C>	<C>	<C>	<C>
Increase (Decrease) in Net Asset Value:						
Per Share Operating Performance:	Net asset value, beginning of year	\$ 11.13	\$ 9.84	\$ 9.44	\$ 8.39	\$ 9.95
		-----	-----	-----	-----	-----
	Investment income--net	.21	.13	.12	.18	.29
	Realized and unrealized gain (loss) on investments and foreign currency transactions--net	(.25)	1.46	.67	1.20	(1.10)
		-----	-----	-----	-----	-----
	Total from investment operations	(.04)	1.59	.79	1.38	(.81)
		-----	-----	-----	-----	-----
	Less dividends and distributions:					
	Investment income--net	(.20)	(.14)	(.15)	(.25)	(.32)
	Realized gain on investments--net	(.09)	(.16)	(.24)	(.08)	(.43)
		-----	-----	-----	-----	-----
	Total dividends and distributions	(.29)	(.30)	(.39)	(.33)	(.75)
		-----	-----	-----	-----	-----
	Net asset value, end of year	\$ 10.80	\$ 11.13	\$ 9.84	\$ 9.44	\$ 8.39
		=====	=====	=====	=====	=====
Total Investment Return:**	Based on net asset value per share	(0.37%)	16.45%	8.77%	16.79%	(8.68%)
		=====	=====	=====	=====	=====
Ratios to Average Net Assets:	Expenses, excluding distribution fees and net of reimbursement	1.69%	2.26%	2.49%	2.50%	2.41%
		=====	=====	=====	=====	=====
	Expenses, net of reimbursement	2.69%	3.26%	3.49%	3.50%	3.41%
		=====	=====	=====	=====	=====
	Expenses	2.69%	3.26%	3.96%	3.88%	3.41%
		=====	=====	=====	=====	=====
	Investment income--net	1.95%	1.32%	1.53%	2.25%	3.51%
		=====	=====	=====	=====	=====
Supplemental Data:	Net assets, end of year (in thousands)	\$ 53,121	\$ 29,831	\$ 13,975	\$ 14,973	\$ 18,296
		=====	=====	=====	=====	=====
	Portfolio turnover	38.04%	26.02%	4.91%	18.02%	22.76%
		=====	=====	=====	=====	=====

<CAPTION>

The following per share data and ratios have been derived from information provided in the financial statements.

		For the Period	
		October 21, 1994++	
		to October 31, 1994++++	
		Class C	
		Class D	
<S>	<S>	<C>	<C>
Increase (Decrease) in Net Asset Value:			
Per Share Operating Performance:	Net asset value, beginning of period	\$ 10.74	\$ 10.69
		-----	-----
	Realized and unrealized gain on investments and foreign currency transactions--net	.07	.07
		-----	-----
	Total from investment operations	.07	.07
		-----	-----
	Net asset value, end of period	\$ 10.81	\$ 10.76
		=====	=====

Total Investment Return:**	Based on net asset value per share	0.65%+++	0.65%+++
Ratios to Average Net Assets:	Expenses, excluding distribution fees	4.64%*	4.88%*
	Expenses	5.64%*	5.13%*
	Investment income--net	(1.74%)*	(1.24%)*
Supplemental Data:	Net assets, end of year (in thousands)	\$ 203	\$ 179
	Portfolio turnover	38.04%	38.04%

<FN>

*Annualized.
**Total investment returns exclude the effect of sales loads.
+++Aggregate total investment return.
++Commencement of Operations.
+++Based on average shares outstanding during the period.

See Notes to Financial Statements.

</TABLE>

NOTES TO FINANCIAL STATEMENTS

1. Significant Accounting Policies:

Merrill Lynch Global Convertible Fund, Inc. (the "Fund") is registered under the Investment Company Act of 1940 as a non-diversified, open-end management investment company. The Fund offers four classes of shares under the Merrill Lynch Select Pricing SM System. Shares of Class A and Class D are sold with a front-end sales charge. Shares of Class B and Class C may be subject to a contingent deferred sales charge. All classes of shares have identical voting, dividend, liquidation and other rights and the same terms and conditions, except that Class B, Class C and Class D Shares bear certain expenses related to the account maintenance of such shares, and Class B and Class C Shares also bear certain expenses related to the distribution of such shares. Each class has exclusive voting rights with respect to matters relating to its account maintenance and distribution expenditures. The following is a summary of significant accounting policies followed by the Fund.

(a) Valuation of investments--Portfolio securities which are traded on stock exchanges are valued at the last sale price on the exchange 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. Securities traded in the over-the-counter market are valued at the last available quoted bid price in the over-the-counter market prior to the time of valuation. In cases where securities are traded on more than one exchange, the securities are valued on the exchange designated by or under the authority of the Fund's Directors as the primary market. Securities traded both in over-the-counter market and on a stock exchange are valued based upon the prices or quotes obtained from the broadest and most representative market. Short-term securities are valued at amortized cost, which approximates market value. Options which are traded on exchanges are valued at their last sale price as of the close of such exchanges or, lacking any sales, at the last available bid price. Securities for which market quotations are not readily available are valued at their fair value as determined in good faith by or under the direction of the Fund's Directors.

(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 (realized) 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 contract 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.

The Fund may also purchase or sell listed or over-the-counter foreign currency options, foreign currency futures and related

options on foreign currency futures as a short or long hedge against possible variations in foreign exchange rates. Such transactions may be effected with respect to hedges on non-US dollar denominated securities owned by the Fund, sold by the Fund but not yet delivered, or committed or anticipated to be purchased by the Fund.

(c) Options--The Fund can write covered call options and purchase put options. When the Fund writes 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 sold through an exercise of an option, the related premium received (or paid) is deducted from (or added to) the basis 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 exceeds the premium 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 substantially 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). 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. Interest income (including amortization of discount) is recognized on the accrual basis. Realized gains and losses on security transactions are determined on the identified cost basis.

(f) Prepaid registration fees--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.

2. Investment Advisory Agreement and Transactions with Affiliates:

The Fund has entered into an Investment Advisory Agreement with Merrill Lynch Asset Management, L.P. ("MLAM"). Effective January 1, 1994, the investment advisory business of MLAM was reorganized from a corporation to a limited partnership. Both prior to and after the reorganization, ultimate control of MLAM was vested with Merrill Lynch & Co., Inc. ("ML & Co."). The general partner of MLAM is Princeton Services, Inc. ("PSI"), an indirect wholly-owned subsidiary of ML & Co. The limited partners are ML & Co. and Merrill Lynch Investment Management, Inc. ("MLIM"), which is also an indirect wholly-owned subsidiary of ML & Co. The Fund has also entered into a Distribution Agreement and a Distribution Plan with Merrill Lynch Funds Distributor, Inc. ("MLFD" or "Distributor"), a wholly-owned subsidiary of MLIM.

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 operations of the Fund. For such services, the Fund pays a monthly fee at the annual rate of 0.65% of the average daily value of the Fund's net assets. Certain of the states in which the shares of the Fund are qualified for sale impose limitations on the expenses of the Fund. 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 Fund's 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 management fee.

No fee payment will be made to MLAM during any fiscal year that will cause such expenses to exceed the most restrictive expense limitation at the time of such payment.

Pursuant to the distribution plans ("the Distribution Plans") adopted by the Fund in accordance with Rule 12b-1 under the Investment Company Act of 1940, the Fund pays the Distributor ongoing account maintenance and distribution fees. The fees are accrued daily and paid monthly at annual rates based upon the average daily net assets of the shares as follows:

	Account Maintenance Fee	Distribution Fee
Class B	0.25%	0.75%
Class C	0.25%	0.75%
Class D	0.25%	--

NOTES TO FINANCIAL STATEMENTS (concluded)

Pursuant to a sub-agreement with the Distributor, Merrill Lynch, Pierce, Fenner & Smith Inc. ("MLPF&S"), a subsidiary of ML & Co., also provides account maintenance and distribution services to the Fund. The ongoing account maintenance fee compensates the Distributor and MLPF&S for providing account maintenance services to Class B, Class C and Class D shareholders. The ongoing distribution fee compensates the Distributor and MLPF&S for providing shareholder and distribution-related services to Class B and Class C shareholders.

For the year ended October 31, 1994, MLFD earned underwriting discounts and MLPF&S earned dealer concessions on sales of the Fund's Class A and Class D shares as follows:

	MLFD	MLPF&S
Class A	\$2,045	\$22,563
Class D	\$ 325	\$ 3,797

MLPF&S received contingent deferred sales charges of \$55,082 relating to transactions in Class B Shares and \$1,968 in commissions on the execution of portfolio security transactions for the Fund for the year ended October 31, 1994.

Financial Data Services, Inc. ("FDS"), a wholly-owned subsidiary of ML & Co., 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 MLAM, MLIM, MLPF&S, FDS, PSI, MLFD and/or ML & Co.

3. Investments:

Purchases and sales of investments, excluding short-term securities, for the year ended October 31, 1994 were \$30,423,811 and \$13,301,372, respectively.

Net realized and unrealized gains (losses) as of October 31, 1994 were as follows:

	Realized Gains (Losses)	Unrealized Gains (Losses)
Long-term investments	\$1,000,940	\$(1,081,444)
Short-term investments	(673)	--
Foreign currency transactions	30,406	6,606
Forward foreign exchange contracts	(224,314)	(128,199)
	-----	-----
Total	\$ 806,359	\$(1,203,037)
	=====	=====

As of October 31, 1994, net unrealized depreciation for Federal income tax purposes aggregated \$1,081,444, of which \$1,255,474 related to appreciated securities and \$2,336,918 related to depreciated securities. At October 31, 1994, the aggregate cost of investments for Federal income tax purposes was \$62,103,177.

4. Capital Share Transactions:

Net increase in net assets derived from capital share transactions were \$28,124,292 and \$15,565,778 for the years ended October 31,

1994 and October 31, 1993, respectively.

Transactions in capital shares for each class were as follows:

Class A Shares for the Year Ended October 31, 1994	Shares	Dollar Amount
Shares sold	552,279	\$ 5,969,087
Shares issued to shareholders in reinvestment of dividends and distributions	13,838	147,006
	-----	-----
Total issued	566,117	6,116,093
Shares redeemed	(247,561)	(2,665,037)
	-----	-----
Net increase	318,556	\$ 3,451,056
	=====	=====

Class A Shares for the Year Ended October 31, 1993	Shares	Dollar Amount
Shares sold	344,076	\$ 3,672,869
Shares issued to shareholders in reinvestment of dividends and distributions	7,421	74,878
	-----	-----
Total issued	351,497	3,747,747
Shares redeemed	(173,369)	(1,757,328)
	-----	-----
Net increase	178,128	\$ 1,990,419
	=====	=====

Class B Shares for the Year Ended October 31, 1994	Shares	Dollar Amount
Shares sold	3,053,210	\$33,198,057
Shares issued to shareholders in reinvestment of dividends and distributions	62,480	619,865
	-----	-----
Total issued	3,115,690	33,817,922
Shares redeemed	(878,683)	(9,525,443)
	-----	-----
Net increase	2,237,007	\$24,292,479
	=====	=====

Class B Shares for the Year Ended October 31, 1993	Shares	Dollar Amount
Shares sold	1,924,389	\$20,699,900
Shares issued to shareholders in reinvestment of dividends and distributions	33,583	338,734
	-----	-----
Total issued	1,957,972	21,038,634
Shares redeemed	(698,109)	(7,463,275)
	-----	-----
Net increase	1,259,863	\$13,575,359
	=====	=====

Class C Shares for the Period October 21, 1994++ to October 31, 1994	Shares	Dollar Amount
Shares sold	18,780	\$ 202,593
Shares redeemed	(1)	(11)
	-----	-----
Net increase	18,779	\$ 202,582
	=====	=====

[FN]
++Commencement of Operations.

Class D Shares for the Period October 21, 1994++ to October 31, 1994	Shares	Dollar Amount
--	--------	------------------

Shares sold	16,586	\$ 178,186
Shares redeemed	(1)	(11)
	-----	-----
Net increase	16,585	\$ 178,175
	=====	=====

[FN]

++Commencement of Operations.

<AUDIT-REPORT>
INDEPENDENT AUDITORS' REPORT

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

We have audited the accompanying statement of assets and liabilities, including the schedule of investments, of Merrill Lynch Global Convertible Fund, Inc. as of October 31, 1994, 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 each of the years in the five-year period then ended. 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 October 31, 1994, 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 Convertible Fund, Inc. as of October 31, 1994, 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 LLP
Princeton, New Jersey
December 8, 1994
</AUDIT-REPORT>

APPENDIX: GRAPHIC AND IMAGE MATERIAL.

ITEM 1:

Total Return Based on a \$10,000 Investment

A line graph depicting the growth of an investment in the Fund's Class A Shares compared to the growth of an investment in the S&P 500 Total Return Index. Beginning and ending values are:

	11/4/88**	10/94
ML Global Convertible Fund, Inc.+++--Class A Shares*	\$9,475	\$14,265

S&P 500 Total Return Index++++	\$10,000	\$20,645
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A line graph depicting the growth of an investment in the Fund's Class B Shares compared to growth of an investment in the S&P 500 Total Return Index. Beginning and ending values are:

	2/26/88**	10/94
ML Global Convertible Fund, Inc.+++--Class B Shares*	\$10,000	\$14,453

S&P 500 Total Return Index++++	\$10,000	\$21,848
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*Assuming maximum sales charge, transaction costs and other operating expenses, including advisory fees.

**Commencement of Operations.

++ML Global Convertible Fund, Inc. invests primarily in an internationally diversified portfolio of convertible debt securities, convertible preferred stocks and "synthetic" convertible securities consisting of a combination of debt securities or preferred stock and warrents or options.

+++This unmanaged broad-based Index is comprised of common stocks.