

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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FILER

PRUDENTIAL SHORT TERM GLOBAL INCOME FUND INC

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Prudential
Short-Term
Global Income
Fund, Inc.

(ICON)

Global Assets
Portfolio

(LOGO)

Letter to Shareholders

December 19, 1994

Dear Shareholder:

The market environment facing global fixed income funds over the past 12 months was extremely difficult. The volatile interest rate and currency market conditions in 1994 were to global fixed income instruments what 1987 was to equities -- extraordinarily unfavorable. Nevertheless, we are pleased to have this opportunity to update you on your Fund's activities. Because of the limited maturity profile of the Global Assets Portfolio, this Fund was able to avoid some of the problems of a rising interest rate climate, and the Fund's performance over the year, was less volatile than most of the global short-term income funds. For the year, your Fund performed in line with the Lipper Short-Term Multi-Market Average.

<TABLE>

HISTORICAL TOTAL RETURNS¹
As of October 31, 1994

<CAPTION>

<S>	One Year <C>	Since Inception ² <C>
Class A	+0.5%	+12.7%
Lipper ST World Multi-Mkt Avg. ³	+0.7	N/A

</TABLE>

<TABLE>

AVERAGE ANNUAL TOTAL RETURNS⁴
As of September 30, 1994

<CAPTION>

<S>	One Year <C>	Since Inception ² <C>
Class A	-0.5%	+2.9%

</TABLE>

1 Source: Prudential Mutual Fund Management. Past performance is not a guarantee of future results. Investment return and principal value will fluctuate so that an investor's shares, when redeemed, may be worth more or less than their original cost. These figures do not take into account sales charges.

2 Inception dates: 2/15/91 Class A.

3 This is the average of 63 funds in the Short-Term World Multi-Market Average, according to Lipper Analytical Services, Inc.

4 Source: Prudential Mutual Fund Management. These figures take into account applicable sales charges. The Fund charges a maximum sales load

of .99% for Class A shares.

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Fund Overview

The Global Assets Portfolio invests in short-term, worldwide debt securities with remaining maturities of not more than one year. The Fund's net asset value as of October 31, 1994 was \$1.80 for Class A. The Fund also paid dividends of \$0.09 per Class A share for the 12-month period ended October 31, 1994.

Bond Markets

The market climate of falling interest rates that were so favorable for global fixed income funds essentially disappeared during 1994. The dollar bloc countries led a backup in interest rates (US, Canada, Australia, and New Zealand). With surging economic growth, inflation fears and upward interest rate pressures, this weighed heavily on bond prices. The result, even at the short end of nearly every bond market around the world, was negative return. Interest rate hikes by the US Federal Reserve were followed by, and in some cases (like Australia) exceeded, hikes in other dollar bloc bond markets.

The dramatic rise in market interest rates in many countries far exceeded official interest rate hikes. At the beginning of the year, the Fund held securities in the US, Mexico, Canada, Australia, and New Zealand. Bond prices in the portfolio fell as interest rates rose, although the relatively short maturity structure offered some shelter. However, we sold securities at lower prices to meet redemption requests. Subsequently, the depth and speed with which the same economies rebounded resulted in sharp reversals of monetary policy, and short-term rates shot up. Additionally, the cross hedges we had put in place for the currency exposure in the Italian, Swedish, and Spanish markets lost ground.

Over the last few months, we positioned the Fund in Mexico in both peso-denominated Cetes and dollar-denominated Tesobonos. Now, we continue to favor New Zealand among the dollar-block markets, and are holding positions there, as well as in Canada, Australia and the U.S. As rates have risen, we have been able to lock in quite attractive yields.

Currency Markets

Further confounding the environment over the period was a volatile trading pattern exhibited by the U.S. dollar. While rising interest rates in the US (accompanied by a cumulative hike of 225 basis points engineered by the Federal Reserve) would in most periods have pushed the US dollar higher, concerns about trade policy with Japan, our chronic (and rising) current account deficit, and general lack of confidence about US policy in general instead weighed the dollar down -- certainly relative to the Japanese yen, and even compared to some of the slower-growing countries of Europe.

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We had anticipated that rising US interest rates in combination with flat European rates would strengthen the dollar, and during the first and second quarters of 1994, hedged a significant portion of the Fund's assets back into US dollars. We hedged non-core European bond exposure by cross hedging with Deutschemarks and Yen. When the anticipated US dollar recovery failed to materialize, these positions lost ground. During the third quarter, we recaptured some positive currency movement by lifting some of the hedges, and then repositioning. We are now holding primarily dollar bloc currencies, and hedging our UK exposure through Deutschemarks.

Outlook

This year has unquestionably been a tough one for global fixed income. However, there has been a positive aspect for funds such as yours. As rates have risen, we have been able to capture some higher yielding coupons that will increase the income stream to the Fund. We believe, looking forward, that there will be relief from the volatility experienced in the global bond environment over the past year, and that the current level of interest rates worldwide will provide some opportunity for more positive performance in the coming year.

As always, it is a pleasure to have you as a shareholder of the Prudential Short-Term Global Income Fund / Global Assets Portfolio and to take this opportunity to report our activities to you.

Sincerely,

Lawrence C. McQuade
President

Jeffrey Brummette
Portfolio Manager

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PRUDENTIAL SHORT-TERM GLOBAL INCOME FUND, INC.		Portfolio of Investments		
GLOBAL ASSETS PORTFOLIO		October 31, 1994		
<TABLE>				
<CAPTION>				
Principal		US\$	Principal	
US\$		Value	Amount	Description
Amount	Description	(Note 1)	(000)	Description
Value				
(000)				
(Note 1)				
<C>	<S>	<C>		
	SHORT-TERM INVESTMENTS--101.6%			
	Australia--5.3%			
	South Australia Finance			
	Auth.,			
A\$	13.00%, 7/15/95.....	\$ 2,691,902		

	Canada--4.2%			
	Canadian Treasury			
	Bills,**			
C\$	7.83%, 6/29/95.....	709,735		
	2,000 6.90%, 8/10/95.....	1,407,119		

		2,116,854		

	Italy--3.9%			
	General Electric Capital			
	Corp.,			
Lira	11.50%, 2/7/95.....	1,956,318		
3,000,000		-----		
	Mexico--9.8%			
	Mexican Cetes,**			
MP	14.50%, 12/8/94.....	1,003,983		
	10,773 13.20%, 8/17/95.....	2,818,954		
	510 13.20%, 9/7/95.....	132,480		
	3,822 13.10%, 9/21/95.....	988,057		

		4,943,474		

	New Zealand--17.1%			
	New Zealand Treasury			

		Bills, **	
NZ\$	10,500	7.45%, 12/19/94.....	6,399,163
	3,668	7.56%, 1/11/95.....	2,223,291

			8,622,454

		Spain--4.2%	
		Kingdom of Spain, **	
Pts	265,000	11.40%, 7/15/95.....	2,144,717

		United States--57.1%	
		Fuji Bank, Ltd., C.P.,	
US\$	4,000	4.84%, 11/1/94.....	4,000,000
		Joint Repurchase	
		Agreement Account,	
US\$	9,966	4.77%, 11/1/94 (Note	
		5).....	\$ 9,966,000
		Mexican Tesobonos, **	
	2,078	7.10%, 11/10/94.....	2,075,507
	3,156	8.45%, 7/27/95.....	2,970,819
	2,000	8.41%, 8/17/95.....	1,873,443
		Mitsubishi Bank, Ltd.,	
		C.P.,	
	4,000	4.88%, 11/1/94.....	4,000,000
		Wal-Mart Stores Inc.,	
		C.P.,	
	4,000	4.75%, 11/2/94.....	3,999,472

			28,885,241

		Total short-term	
		investments	
		(cost US\$51,095,673)...	51,360,960

<CAPTION>

		OUTSTANDING OPTIONS	
Contracts (D)		PURCHASED*--0.2%	
<C>		<S>	<C>
		Currency Call Options	
		Australian Dollars,	
A\$	7,700	expiring 11/23/94	
		@ A\$0.7413.....	37,722
		Japanese Yen,	
(YEN)	3,600	expiring 5/5/95	
		@ (YEN)105.50.....	9,720
		Currency Put Options	
		Japanese Yen,	
(YEN)	2,900	expiring 1/26/95	
		@ (YEN)93.70.....	23,490
		Cross-Currency Put	
		Options	
		Deutschemarks,	
		expiring 1/12/95	
		@ DM 972.30 per Italian	
DM	2,700	Lira.....	1,620
		@ DM 974.16 per Italian	
	3,700	Lira.....	737

</TABLE>

-4- See Notes to Financial Statements.

PRUDENTIAL SHORT-TERM GLOBAL INCOME FUND, INC.

GLOBAL ASSETS PORTFOLIO

<TABLE>

<CAPTION>

US\$

Contracts (D) <C>	Description <S>	Value (Note 1) <C>
DM 7,600	Cross-Currency Put Options--cont'd. Deutschemarks, expiring 1/20/95 @ DM 4.6015 per Swedish Krona.....	\$ 19,152
	Total outstanding options purchased (cost US\$377,947).....	92,441
	Total Investments--101.8% (cost \$51,473,620; Note 4).....	51,453,401
	Liabilities in excess of other assets--(1.8%)...	(916,021)
	Net Assets--100%.....	\$50,537,380

</TABLE>

Portfolio securities are classified by country according to the security's currency denomination.

C.P.--Commercial Paper

* Non-income producing security.

** Percentage quoted represents yield to maturity as of purchase date.

(D) Expressed in thousands of local currency units.

-5- See Notes to Financial Statements.

PRUDENTIAL SHORT-TERM GLOBAL

INCOME FUND, INC.

GLOBAL ASSETS PORTFOLIO

Statement of Assets and Liabilities

<TABLE>

<CAPTION>

Assets	October 31, 1994
<S>	<C>
Investments, at value (cost \$51,473,620).....	\$ 51,453,401
Cash.....	29,306
Foreign currency, at value (cost \$3,769).....	3,790
Forward currency contracts--net amount receivable from counterparties.....	647,171
Interest receivable.....	338,383
Deferred expenses and other assets.....	13,341
Total assets.....	52,485,392
Liabilities	
Payable for Fund shares reacquired.....	964,012
Forward currency contracts--net amount payable to counterparties.....	710,661
Accrued expenses.....	147,027
Dividends payable.....	69,065
Due to Manager.....	24,747
Due to Distributor.....	22,497
Withholding taxes payable.....	10,003
Total liabilities.....	1,948,012
Net Assets.....	\$ 50,537,380
Net assets were comprised of:	
Common stock, at par.....	\$ 28,039
Paid-in capital in excess of par.....	66,031,930

Accumulated distributions in excess of net investment income.....	66,059,969
Accumulated net realized loss on investments.....	(4,612,582)
Net unrealized depreciation on investments and foreign currencies.....	(10,836,547)
	(73,460)
Net assets, October 31, 1994.....	\$ 50,537,380

Class A:	
Net asset value and redemption price per share (\$50,537,380 / 28,039,288 shares of common stock issued and outstanding).....	\$1.80
Maximum sales charge (.99% of offering price).....	.02

Maximum offering price to public.....	\$1.82

</TABLE>

See Notes to Financial Statements.

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PRUDENTIAL SHORT-TERM GLOBAL
INCOME FUND, INC.
GLOBAL ASSETS PORTFOLIO
Statement of Operations

<TABLE>

<CAPTION>

	Year Ended October 31, 1994

Net Investment Income	
<S>	<C>
Income	
Interest.....	\$ 4,813,682

Expenses	
Management fee.....	453,970
Distribution fee--Class A.....	411,334
Custodian's fees and expenses.....	303,000
Transfer agent's fees and expenses.....	97,000
Reports to shareholders.....	36,000
Directors' fees.....	35,000
Legal fees.....	27,000
Audit fee.....	25,000
Registration fees.....	22,000
Amortization of organization expenses.....	12,000
Miscellaneous.....	13,517

Total expenses.....	1,435,821

Net investment income.....	3,377,861

Realized and Unrealized Gain (Loss) on Investments and Foreign Currency Transactions	
Net realized gain (loss) on:	
Investment transactions.....	(1,211,080)
Foreign currency transactions.....	(2,748,152)
Written option transactions.....	420,651

	(3,538,581)

Net change in unrealized appreciation/ depreciation of:	

Investments.....	(132,005)
Foreign currencies.....	658,538
Written options.....	13,775

	540,308

Net loss on investments, foreign currencies and written options.....	(2,998,273)

Net Increase in Net Assets Resulting from Operations.....	\$ 379,588

</TABLE>

PRUDENTIAL SHORT-TERM GLOBAL
INCOME FUND, INC.
GLOBAL ASSETS PORTFOLIO
Statement of Changes in Net Assets

<TABLE>

<CAPTION>

Net Increase (Decrease) in Net Assets	Year Ended October 31,	
	1994	1993
<S>	<C>	<C>
Operations		
Net investment income.....	\$ 3,377,861	\$ 14,327,588
Net realized loss on investments and foreign currency transactions.....	(3,538,581)	(21,161,713)
Net change in unrealized appreciation/depreciation of investments and foreign currencies...	540,308	17,158,011
	-----	-----
Net increase in net assets resulting from operations.....	379,588	10,323,886
	-----	-----
Contingent deferred sales charges collected (Note 2).....	8,161	25,932
	-----	-----
Net equalization debits.....	--	(3,675,103)
	-----	-----
Dividends and distributions (Note 1)		
Dividends from net investment income		
Class A.....	--	(3,217,487)
Class B.....	--	(1,053,946)
	-----	-----
	--	(4,271,433)
	-----	-----
Dividends in excess of net investment income		
Class A.....	(117,091)	--
Class B.....	(411)	--
	-----	-----
	(117,502)	--
	-----	-----
Tax return of capital distributions		
Class A.....	(3,826,815)	(4,026,397)

Class B.....	(13,439)	(1,318,920)
	-----	-----
	(3,840,254)	(5,345,317)
	-----	-----
Fund share transactions (Note 6)		
Net proceeds from shares subscribed....	4,822,020	169,695,598
Net asset value of shares issued to shareholders in reinvestment of dividends and distributions.....	2,685,643	5,821,978
Cost of shares reacquired.....	(82,912,800)	(356,365,191)
	-----	-----
Net decrease in net assets from Fund share transactions...	(75,405,137)	(180,847,615)
	-----	-----
Total decrease.....	(78,975,144)	(183,789,650)
Net Assets		
Beginning of year.....	129,512,524	313,302,174
	-----	-----
End of year.....	\$ 50,537,380	\$ 129,512,524
	-----	-----
	-----	-----

</TABLE>

See Notes to Financial Statements.

See Notes to Financial Statements.

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PRUDENTIAL SHORT-TERM GLOBAL INCOME FUND, INC.

GLOBAL ASSETS PORTFOLIO

Notes to Financial Statements

Prudential Short-Term Global Income Fund, Inc. (the ``Fund''), registered under the Investment Company Act of 1940 as a non-diversified, open-end management investment company, was incorporated in Maryland on February 21, 1990. The Fund consists of two series, namely: Short-Term Global Income Portfolio and Global Assets Portfolio. The Global Assets Portfolio (the ``Portfolio'') commenced investment operations on February 15, 1991. The investment objective of the Portfolio is to seek high current income with minimum risk to principal, by investing primarily in high-quality debt securities in the U.S. and abroad having remaining maturities of not more than one year. The ability of the issuers of the debt securities held by the Fund to meet their obligations may be affected by economic developments in a specific country or industry.

Note 1. Accounting
Policies

The following is a summary
of significant accounting poli-
cies followed by the Fund, and the Portfolio in

the preparation of its financial statements.

Securities Valuation: In valuing the Fund's assets, quotations of foreign securities in a foreign currency are converted to U.S. dollar equivalents at the then current exchange rate. Government securities for which quotations are available will be based on prices provided by an independent pricing service or principal market makers. Other portfolio securities that are actively traded in the over-the-counter market, including listed securities for which the primary market is believed to be over-the-counter, will be valued at the average of the quoted bid and asked prices provided by an independent pricing service or by principal market makers. Any security for which the primary market is on an exchange is valued at the last sale price on such exchange on the day of valuation or, if there was no sale on such day, the last bid price quoted on such day. Securities for which market quotations are not readily available are valued at fair value as determined in good faith by or under the direction of the Board of Directors.

Short-term securities which mature in more than 60 days are valued at current

market quotations. Short-term securities which mature in 60 days or less are valued at amortized cost which approximates market value.

In connection with transactions in repurchase agreements with U.S. financial institutions, it is the Fund's policy that its custodian or designated subcustodians, as the case may be under triparty repurchase agreements, takes possession of the underlying collateral securities, the value of which exceeds the principal amount of the repurchase transaction including accrued interest. If the seller defaults and the value of the collateral declines or if bankruptcy proceedings are commenced with respect to the seller of the security, realization of the collateral by the Fund may be delayed or limited.

Foreign Currency Translation: The books and records of the Fund are maintained in U.S. dollars. Foreign currency amounts are translated into U.S. dollars on the following basis:

(i) market value of investment securities, other assets and liabilities--at the closing daily rate of exchange;

(ii) purchases and sales of investment securities, income and expenses--at the rate of exchange prevailing on the respective dates of such transactions.

Although the net assets of the Fund are presented at the foreign exchange rates and market values at the close of the fiscal year, the Fund does not isolate that portion of the results of operations arising as a result of changes in the foreign exchange rates from the fluctuations arising from changes in the market prices of securities held at the end of the fiscal year. Similarly, the Fund does not isolate the effect of changes in foreign exchange rates from the fluctuations arising from changes in the market prices of debt securities sold during the fiscal year.

Net realized loss on foreign currency transactions represents net foreign exchange gains or losses from sales and maturities of short-term securities, holding of foreign currencies, currency gains or losses realized between the trade and settlement dates on security transactions, and the difference between the amounts of interest and foreign taxes recorded on the Fund's books and the U.S. dollar equivalent amounts actually received or paid. Net unrealized currency gains and losses from valuing foreign currency denominated assets and liabilities at fiscal year end exchange rates are reflected as a component of net unrealized appreciation/depreciation on investments and foreign currencies.

Foreign security and currency transactions may involve certain considerations and risks not typically associated with those of U.S. companies as a result of, among other factors, the possibility of political and economic instability and the level of governmental supervision and regulation of foreign securities markets.

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Forward Currency Contracts: The Fund enters into forward currency contracts in order to hedge its exposure to changes in foreign currency exchange rates on its foreign portfolio holdings. A forward contract is a commitment to purchase or sell a foreign currency at a future date at a negotiated forward rate. The gain or loss arising from the difference between the settlement value of the original and renegotiated forward contracts, if any, is isolated and is included in net realized gain (loss) from foreign currency transactions. Risks may arise upon entering into these contracts from the potential inability of the counterparties to meet the terms of their contracts.

Option Writing: When the Fund writes an option, an amount equal to the premium received by the Fund is recorded as a liability and is subsequently adjusted to the current market value of the option written. Premiums received from writing options which expire unexercised are treated by the Fund on the expiration date as realized gains from securities or currencies based on the type of option written. The difference between the premium and the amount paid on effecting a closing purchase transaction, including brokerage commissions, is also treated as a realized gain, or if the premium is less than the amount paid for the closing purchase transaction, as a realized loss. If a call option is exercised, the premium is added to the proceeds from the sale of the underlying security or currency in determining whether the Fund has realized a gain or loss. If a put option is exercised, the premium reduces the cost basis of the securities or currencies purchased by the Fund. The Fund as writer of an option may have no control over whether the underlying securities or currencies may be sold (called) or purchased (put) and as a result bears the market risk of an unfavorable change in the price of the security or currency underlying the written option.

Securities Transactions and Investment Income: Securities transactions are

recorded on the trade date. Realized gains and losses from security and currency transactions are calculated on the identified cost basis. Interest income is recorded on the accrual basis.

Net investment income (other than distribution fees) and unrealized and realized gains or losses were allocated daily to each class of shares based upon the relative proportion of net assets of each class at the beginning of the day. As of October 31, 1994, there are no Class B shares outstanding (see Note 6). Equalization: The Fund follows the accounting practice known as equalization by which a portion of the proceeds from sales and costs of reacquisitions of Fund shares, equivalent on a per share basis to the amount of distributable net investment income on the date of the transaction, is credited or charged to undistributed net investment income. As a result, undistributed net investment income per share is unaffected by sales or reacquisitions of the Fund's shares. Dividends and Distributions: The Fund declares daily and pays dividends from book basis net investment income monthly and makes distributions at least annually of any net capital gains. Dividends and distributions are recorded on the ex-dividend date.

Income distributions and capital gain distributions are determined in accordance with income tax regulations which may differ from generally accepted accounting principles. These differences are primarily due to differing treatments for foreign currency transactions.

Reclassification of Capital Accounts: The Portfolio accounts and reports for distributions to shareholders in accordance with Statement of Position 93-2; Determination, Disclosure, and Financial Statement Presentation of Income, Capital Gain, and Return of Capital Distributions by Investment Companies. The effect of applying this statement was to increase accumulated distributions in excess of net investment income by \$3,316,665, decrease accumulated net realized loss on investments by \$3,656,083 and decrease paid-in capital by \$339,418. This was primarily the result of net foreign currency losses incurred for the fiscal year ended October 31, 1994. Net investment income, net realized gains and net assets were not affected by this change. Included in accumulated distributions in excess of net investment income as of October 31, 1994 is \$4,505,980 of equalization debits.

Federal Income Taxes: For federal income tax purposes, each portfolio in the Fund is treated as a separate taxpaying entity. It is the Portfolio's intent to continue to meet the requirements of the Internal Revenue Code applicable to regulated investment companies and to distribute all of its taxable income to shareholders. Therefore, no federal income tax provision is required.

Withholding taxes on foreign interest have been provided for in accordance with the Fund's understanding of the applicable country's tax rules and rates. Deferred Organization Expenses: Approximately \$60,000 of organization and initial registration costs were incurred. These costs have been deferred and are being amortized over the period of benefit not to exceed 60 months from the date the Portfolio commenced investment operations.

Note 2. Agreements The Fund has a management agreement with Prudential Mutual Fund Management, Inc. ('PMF'). Pursuant to this

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agreement, PMF has responsibility for all investment advisory services and supervises the subadviser's performance of such services. PMF has entered into a subadvisory agreement with The Prudential Investment Corporation ('PIC'); PIC furnishes investment advisory services in connection with the management of the Fund. PMF pays for the cost of the subadviser's services, the compensation of officers of the Fund, occupancy and certain clerical and bookkeeping costs of the Fund. The Fund bears all other costs and expenses.

The management fee paid PMF is computed daily and payable monthly at an annual rate of .55 of 1% of the average daily net assets of the Portfolio.

The Portfolio has a distribution agreement with Prudential Mutual Fund Distributors, Inc. ('PMFD'), which acts as the distributor of the Class A shares of the Portfolio. The Portfolio compensates PMFD for distributing and servicing the Portfolio's Class A shares, pursuant to a plan of distribution, regardless of expenses actually incurred by PMFD. The distribution fees are accrued daily and payable monthly.

On July 19, 1994, shareholders of the Portfolio approved amendments to the Class A distribution plan under which the Class A distribution plan became a compensation plan, effective August 1, 1994. Prior thereto, the Class A

distribution plan was a reimbursement plan, under which PMFD was reimbursed for expenses actually incurred by it up to the amount permitted under the Class A Plan. The Portfolio is not obligated to pay any prior or future excess distribution costs (costs incurred by PMFD in excess of distribution fees paid by the Portfolio or contingent deferred sales charges received by PMFD). The rate of the distribution fees charged to Class A shares of the Portfolio did not change under the amended plan of distribution.

Pursuant to the Class A Plan, the Portfolio compensates PMFD for distribution-related activities at an annual rate of up to .50 of 1% of the average daily net assets of the Class A shares.

PMFD has advised the Portfolio that it has received approximately \$24,100 in front-end sales charges resulting from sales of Class A shares during the fiscal year ended October 31, 1994. From these fees, PMFD paid such sales charges to PSI and Pruco Securities Corporation, affiliated broker-dealers, which in turn paid commissions to salespersons and incurred other distribution costs.

As of May 10, 1994, there are no Class B shares outstanding. Prior thereto, the Portfolio reimbursed Prudential Securities Incorporated ('PSI') for its distribution-related expenses with respect to Class B shares, at an annual rate of up to 1% of the average daily net assets of the Class B shares.

There were no distribution costs incurred nor reimbursable under the Class B Plan for the fiscal year ended October 31, 1994. All contingent deferred sales charges collected on the redemption of Class B shares were retained and credited to the Fund's Class B shares paid-in capital account.

PMFD is a wholly-owned subsidiary of PMF; PSI, PMF and PIC are indirect, wholly-owned subsidiaries of The Prudential Insurance Company of America.

Note 3. Other Transactions With Affiliates Prudential Mutual Fund Services, Inc. ('PMFS'), a wholly-owned subsidiary of

PMF, serves as the Fund's transfer agent and during the fiscal year ended October 31, 1994, the Portfolio incurred fees of approximately \$88,200 for the services of PMFS. As of October 31, 1994, approximately \$4,200 of such fees were due to PMFS for its services. Transfer agent fees and expenses in the Statement of Operations include certain out-of-pocket expenses paid to non-affiliates.

Note 4. Portfolio The federal income tax basis of the Portfolio's investments Securities at October 31, 1994 was substantially the same as the basis for financial reporting purposes and, accordingly, net unrealized depreciation for federal income tax purposes was \$20,219 (gross unrealized appreciation--\$390,534; gross unrealized depreciation--\$410,753).

For federal income tax purposes, the Portfolio has a capital loss carryforward as of October 31, 1994 of approximately \$10,837,000 of which \$4,584,000 expires in 2000 and \$6,253,000 expires in 2001. Such carryforward is after utilization of approximately \$118,000 to offset net taxable gains realized during the fiscal year ended October 31, 1994. Accordingly, no capital gains distributions are expected to be paid to shareholders until future net gains have been realized in excess of such carryforward.

Transactions in options written during the fiscal year ended October 31, 1994 were as follows:

<TABLE>
<CAPTION>

	Number of Contracts (000)	Premiums Received
	-----	-----
<S>	<C>	<C>
Options outstanding at		
October 31, 1993.....	9,500	\$ 71,725
Options written.....	194,486	1,232,665
Options terminated in closing		
purchase transactions.....	(147,586)	(989,488)
Options expired.....	(39,000)	(146,797)
Options exercised.....	(17,400)	(168,105)
	-----	-----
Options outstanding at		
October 31, 1994.....	--	\$ --
	-----	-----

</TABLE>

At October 31, 1994, the Portfolio had outstanding forward currency contracts, both to purchase and sell foreign currencies, as follows:

<TABLE>

<CAPTION>

Foreign Currency Purchase Contracts	Value at Settlement Date Payable	Current Value	Appreciation (Depreciation)
<S>	<C>	<C>	<C>
Australian Dollars, expiring 11/28/94....	\$ 1,500,000	\$ 1,502,182	\$ 2,182
British Pounds, expiring 11/8/94.....	3,787,934	3,803,715	15,781
Canadian Dollars, expiring 11/14/94....	3,839,874	3,824,278	(15,596)
Deutschemarks, expiring 11/7-11/30/94.....	43,549,474	43,744,309	194,835
Italian Lira, expiring 12/13/94....	5,582,088	5,604,324	22,236
Japanese Yen, expiring 11/7-11/18/94.....	8,071,856	8,098,057	26,201
	-----	-----	-----
	\$ 66,331,226	\$66,576,865	\$ 245,639
	-----	-----	-----

</TABLE>

<TABLE>

<CAPTION>

Foreign Currency Sale Contracts	Value at Settlement Date Receivable	Current Value	Appreciation (Depreciation)
<S>	<C>	<C>	<C>
Australian Dollars, expiring 11/28/94-1/6/95....	\$ 4,292,121	\$ 4,305,984	\$ (13,863)
Canadian Dollars, expiring 11/14/94..	3,340,000	3,333,068	6,932
Deutschemarks, expiring 11/7-11/30/94.....	36,905,323	36,987,699	(82,376)
Italian Lira, expiring 12/13/94..	4,893,603	5,004,106	(110,503)
Japanese Yen, expiring 11/7/94-11/14/94...	3,027,086	3,083,844	(56,758)
Spanish Pesetas expiring 12/22/94..	1,795,479	1,790,831	4,648
Swedish Krona, expiring 11/7/94...	267,059	266,205	854
Swiss Francs, expiring 11/14/94..	3,000,000	3,058,063	(58,063)
	-----	-----	-----
	\$ 57,520,671	\$57,829,800	\$ (309,129)
	-----	-----	-----

</TABLE>

Note 5. Joint
Repurchase

The Portfolio, along with
other affiliated registered

Agreement investment companies, trans-
 Account fers uninvested cash balances
 into a single joint account, the daily aggregate
 balance of which is invested in one or more repurchase agreements collateralized
 by U.S. Treasury or Federal agency obligations. At October 31, 1994, the Fund
 had a 1.11% undivided interest in the repurchase agreements in the joint
 account. The undivided interest for the Fund represented \$9,966,000 in principal
 amount. As of such date, each repurchase agreement in the joint account and the
 value of the collateral therefor were as follows:

Smith Barney, Inc., 4.80%, in the principal amount of \$260,000,000,
 repurchase price \$260,034,667, due 11/1/94. The value of the collateral
 including accrued interest is \$265,200,122.

Nomura Securities International, Inc., 4.77%, in the principal amount of
 \$100,000,000, repurchase price \$100,013,250, due 11/1/94. The value of the
 collateral including accrued interest is \$102,000,391.

Goldman, Sachs & Co., 4.75%, in the principal amount of \$275,000,000,
 repurchase price \$275,036,285, due 11/1/94. The value of the collateral
 including accrued interest is \$280,500,611.

CS First Boston Corp., 4.75%, in the principal amount of \$265,000,000,
 repurchase price \$265,034,965, due 11/1/94. The value of the collateral
 including accrued interest is \$271,053,272.

Note 6. Capital The Portfolio currently offers
 only Class A shares which are sold with a
 front-end sales charge of up to .99%. The Portfolio discontinued offering Class
 B shares on April 14, 1993. Class B shares automatically converted to Class A
 shares upon being held longer than one year from the date of purchase. Effective
 May 10, 1994, the remaining Class B shares converted to Class A shares. There
 are 500 million authorized shares of \$.001 par value common stock divided into
 two classes, designated Class A and Class B common stock, each of which consists
 of 250 million authorized shares.

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Transactions in shares of common stock for the fiscal years ended October 31,
 1994 and 1993 were as follows:

<TABLE>

<CAPTION>

Class A	Shares	Amount
<S>	<C>	<C>
Year ended October 31, 1994:		
Shares sold.....	1,787,071	\$ 3,241,520
Shares sold--conversion from Class B.....	844,439	1,580,500
Shares issued in reinvestment of dividends.....	1,447,695	2,676,200
Shares reacquired.....	(43,793,517)	(80,885,842)
Net decrease in shares outstanding.....	(39,714,312)	\$ (73,387,622)
Year ended October 31, 1993:		
Shares sold.....	6,064,340	\$ 11,274,743
Shares sold--conversion from Class B.....	83,379,084	154,875,114
Shares issued in reinvestment of dividends and distributions.....	2,229,981	4,138,266
Shares reacquired.....	(83,960,705)	(155,987,024)
Net increase in shares outstanding.....	7,712,700	\$ 14,301,099

<CAPTION>

Class B Shares Amount

	<C>	<C>
Year ended October 31, 1994:		
Shares issued in reinvestment of dividends.....	4,960	\$ 9,443
Shares reacquired.....	(236,484)	(446,458)
Shares reacquired--conversion into Class A.....	(831,163)	(1,580,500)
Net decrease in shares outstanding.....	(1,062,687)	\$ (2,017,515)
Year ended October 31, 1993:		
Shares sold.....	1,902,610	\$ 3,545,741
Shares issued in reinvestment of dividends and distributions.....	903,347	1,683,712
Shares reacquired.....	(24,366,585)	(45,503,053)
Shares reacquired--conversion into Class A.....	(83,275,750)	(154,875,114)
Net decrease in shares outstanding.....	(104,836,378)	\$ (195,148,714)

</TABLE>

PRUDENTIAL SHORT-TERM GLOBAL INCOME FUND, INC.
GLOBAL ASSETS PORTFOLIO
Financial Highlights

<TABLE>
<CAPTION>

	Class A			Class		
B	February 15, 1991*	Year Ended October 31, 1993	February 15, 1991* through October 31, 1992	February 15, 1991* through October 31, 1991	November 1, 1993 through May 9, 1994@	Year Ended October 1993
PER SHARE OPERATING PERFORMANCE:						
Net asset value, beginning of period...	\$ 2.00	\$ 1.88	\$ 2.00	\$ 2.00	\$ 1.90	\$ 1.89
Income from investment operations						
Net investment income...	.15	.08	.12	.12 (D)	.04	.12
Net realized and unrealized gain (loss)	.11 (D)		.16			

on investment and foreign currency transactions.....	(.07)	(.04)	(.13)	--	(.03)	(.04)
(.13) --						

Total from investment operations.....	.01	.08	.03	.12	.01	.08
.02 .11						

Less distributions						
Dividends from net investment income.....	--	(.04)	(.14)	(.12)	--	(.04)
(.13) (.11)						
Tax return of capital distributions.....	(.09)	(.05)	--	--	(.05)	(.05)
-- --						

Total distributions...	(.09)	(.09)	(.14)	(.12)	(.05)	(.09)
(.13) (.11)						

Contingent deferred sales charges collected.....	--	--	--	--	.03	.02
-- --						

Net asset value, end of period.....	\$ 1.80	\$ 1.88	\$ 1.89	\$ 2.00	\$1.89	\$ 1.90
\$ 1.89 \$ 2.00						

TOTAL RETURN#:	0.47%	4.36%	1.46%	5.91%	2.33%	5.47%
0.94% 5.53%						
RATIOS/SUPPLEMENTAL DATA:						
Net assets, end of period (000).....	\$50,537	\$127,490	\$113,412	\$ 86,443	\$0	\$ 2,023
\$199,890 \$ 134,015						
Average net assets (000).....	\$82,267	\$153,339	\$138,331	\$ 23,224	\$ 525	\$52,653
\$248,941 \$ 42,449						
Ratios to average net assets:@@						
Expenses, including distribution fees...	1.73%	1.48%	1.33%	1.25% (D) **	1.21%**	1.61%
1.83% 1.75% (D) **						
Expenses, excluding distribution fees...	1.23%	.98%	.83%	.75% (D) **	1.21%**	.98%
.83% .75% (D) **						
Net investment income.....	4.09%	6.44%	8.16%	8.64% (D) **	4.48%**	6.31%
7.66% 8.21% (D) **						

</TABLE>

* Commencement of investment operations.

** Annualized.

Total return does not consider the effects of sales loads. Total return is calculated assuming a purchase of shares on the first day and a sale on the last day of each period reported and includes reinvestment of dividends.

Total returns for periods of less than a full year are not annualized.

(D) Net of expense subsidy.

- @ Last day of investment operations of Class B shares. On May 10, 1994, all existing Class B shares were converted to Class A shares.
- @@ Because of the events referred to in @ and the timing of such, the Class B shares ratios for the most recent period are not necessarily comparable to that of Class A shares.

See Notes to Financial Statements.

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INDEPENDENT AUDITORS' REPORT

The Shareholders and Board of Directors
Prudential Short-Term Global Income Fund, Inc.
Global Assets Portfolio

We have audited the accompanying statement of assets and liabilities of Prudential Short-Term Global Income Fund, Inc., Global Assets Portfolio, including the portfolio of investments, as of October 31, 1994, the related statements of operations for the year then ended and of changes in net assets for each of the two years in the period then ended, and the financial highlights for each of the three years in the period then ended and for the period February 15, 1991 (commencement of investment operations) to October 31, 1991. These financial statements and financial highlights are the responsibility of the Fund's management. Our responsibility is to express an opinion on these financial statements and 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 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 the securities owned as of October 31, 1994 by correspondence with the custodian. 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 Prudential Short-Term Global Income Fund, Inc., Global Assets Portfolio, as of October 31, 1994, the results of its operations, the changes in its net assets and its financial highlights for the respective stated periods in conformity with generally accepted accounting principles.

Deloitte & Touche LLP
New York, New York
December 16, 1994

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Past performance is not predictive of future performance and an investor's shares may be worth more or less than their original cost.

These graphs are furnished to you in accordance with SEC regulations. They compare a \$10,000 investment in Prudential Short-Term Global Income Fund: Global Assets Portfolio (Class A) with a similar investment in the J.P. Morgan Global Short-Term Index (GSTI) by portraying the initial account values at the commencement of operations and subsequent account values at the end of each fiscal year (October 31), as measured on a quarterly basis, beginning in 1991 for Class A shares. For purposes of the graph and, unless otherwise indicated, the accompanying table, it has been assumed that (a) the maximum sales charge was deducted from the initial \$10,000 investment in Class A shares; (b) all recurring fees (including management fees) were deducted; and (c) all dividends and distributions were reinvested.

The GSTI is a weighted index of liquid, short-term government bonds of the following countries: Belgium, Sweden, Germany, Australia, Canada, Denmark, France, Italy, Japan, Netherlands, Spain, U.S. and U.K. The GSTI is an unmanaged index and changes in market capitalization in the GSTI are revised monthly. The GSTI does not reflect the payment of transaction costs and advisory fees associated with an investment in the Fund. The securities which comprise the GSTI may differ substantially from the securities in the Fund's portfolio. The GSTI is not the only index that may be used to characterize performance of global income funds and other indices may portray different comparative performance.

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Harry A. Jacobs, Jr.
Sidney R. Knafel
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Lawrence C. McQuade
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Richard A. Redeker
Clay T. Whitehead

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This report is not authorized for distribution to prospective investors unless preceded or accompanied by a current prospectus.

MF 149E
74436H309 (LOGO) Cat #4443616
ANNUAL REPORT

October 31, 1994

(ICON)

Short-Term
Global Income
Portfolio

(LOGO)

Letter to Shareholders

December 19, 1994

Dear Shareholder:

Difficult is a kind word for the market environment that faced global fixed income funds over the past 12 months, affecting the Prudential Short-Term Global Income Fund / Short-Term Global Income Portfolio and the entire asset group. The volatile interest rate and currency market conditions in 1994 were to global fixed income instruments what 1987 was to equities -- extremely unfavorable. Nevertheless, we are pleased to have this opportunity to update you on your Fund's activities. Performance, although negative, and weaker against the universe over the latter part of the year, was slightly below other similar funds of this type for the 12-month period covered by this report, as reflected in the Lipper Short-Term Multi-Market Average shown below.

<TABLE>

HISTORICAL TOTAL RETURNS¹
As of October 31, 1994

<CAPTION>

	One Year	Since Inception ²
<S>	<C>	<C>
Class A	-1.9%	+17.0%
Class B	-2.6	+13.1
Class C	N/A	+0.8
Lipper ST World Multi-Mkt Avg. ³	0.7	N/A

</TABLE>

<TABLE>

HISTORICAL TOTAL RETURNS⁴
As of September 30, 1994

<CAPTION>

	One Year	Since Inception ²
<S>	<C>	<C>
Class A	-4.4%	+3.1%
Class B	-5.3	+2.7
Class C	N/A	N/A

</TABLE>

1 Source: Prudential Mutual Fund Management. Past performance is not a guarantee of future results. Investment return and principal value will fluctuate so that an investor's shares, when redeemed, may be worth more or less than their original cost. These figures do not take into account sales charges.

2 Inception dates: 11/01/90 Class A and Class B; 8/1/94 Class C.

3 This is the average of 63 funds for one year in the Short-Term World Multi-Market Average, according to Lipper Analytical Services, Inc.

4 Source: Prudential Mutual Fund Management. These figures take into account applicable sales charges. The Fund charges a maximum sales load of 3% for Class A shares. Class B shares are subject to a declining contingent deferred sales charge of 3%, 2%, 1% and 1% during the first four years. Class C shares are subject to a 1% contingent deferred sales charge on shares redeemed during the first year. Class C performance is not yet applicable since the share class has

only been in existence since August.

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Fund Overview

The Fund invests primarily in short-term, worldwide debt securities with remaining maturities of not more than three years. The Fund's net asset value as of October 31, 1994 was \$8.56 for Class A, Class B and Class C shares. The Fund also paid dividends of \$0.57 per Class A share, \$0.49 per Class B shares and \$0.13 per Class C shares for the 12-month period ended October 31, 1994.

Bond Markets

In sharp contrast to the positive market environment of 1993 that offered strong opportunities in bond and currency markets, 1994 was hard on both fronts. Led by dollar bloc countries (US, Canada, Australia and New Zealand), world growth surged in 1994. Unfortunately, strong growth, while hailed positively on most fronts, is NOT a scenario that generally behooves bond investors. Inflation concerns, accompanied by upward interest rate pressures, weighed very heavily on bond prices this year. The result was negative return in almost every bond market around the world, including the United States. This environment impacted global fixed income funds and your Fund.

The US Federal Reserve's tightening moves were followed by hikes in other dollar bloc bond markets. European bond holdings, which dramatically helped the Fund in 1993, produced much more mixed results in 1994. During the first half of the year, as European economies began to recover and Central Banks stimulated with short-term rate cuts, short-term bonds outperformed the long end of most markets. Subsequently, the depth and speed with which the same economies rebounded resulted in sharp reversals of monetary policy, and their bond markets gave back significant ground.

The dramatic rise in market interest rates in many countries far exceeded official interest rate hikes, affecting the performance of the portfolio. We have moved to shorter-dated maturities to reduce price volatility and, in the process, have locked in quite attractive yields. We are poised to take advantage of some limited emerging market opportunities which should add value in a static or rising interest rate environment. These include attractively priced securities in Argentina and Brazil (most dollar-denominated, including some floating rate notes).

Currency Markets

Further confounding the environment for global funds was the volatile trading pattern exhibited by the U.S. dollar. While rising interest rates in the US (accompanied by a cumulative hike of 225 basis points engineered by the Federal Reserve) would in most periods have pushed the US dollar higher, concerns about trade policy with Japan, our chronic (and rising) current account deficit, and general lack of confidence about US policy in general instead weighed the dollar down -- certainly relative to the Japanese yen, and even compared to some of the slower-growing countries of Europe.

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US interest rates in combination with flat European rates did not strengthen the dollar as we had anticipated. During the first and second quarters of 1994, we hedged a significant portion of the Fund's assets back into US dollars and missed some opportunities in the Yen and Deutschemark when the US dollar recovery failed to materialize. During the third quarter, we captured some positive currency movement when we repositioned the Fund by removing some hedges, but were unable to offset the losses completely.

Outlook

While this year has been a tough one, there has been a positive aspect for funds such as this Fund. In the process of seeking to protect the portfolio, we have been able to capture some higher yielding coupons that will increase the income stream to the Fund. Looking forward, we believe there will be relief from the volatility experienced in the global bond environment over the past year, and that the current level of interest rates worldwide will provide some opportunity for a more positive performance in the coming year.

As always, it is a pleasure to have you as a shareholder of the Prudential Short-Term Global Income Fund / Short-Term Global Income Portfolio and to take this opportunity to report our activities to you.

Sincerely,

Lawrence C. McQuadex
President

Jeffrey E. Brummette
Portfolio Manager

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PRUDENTIAL SHORT-TERM GLOBAL INCOME FUND, INC. Portfolio of Investments
SHORT-TERM GLOBAL INCOME PORTFOLIO October 31, 1994

<TABLE>

<CAPTION>

Principal Amount (000)	Description	US\$ Value (Note 1)
<C>	<S>	<C>
	LONG-TERM INVESTMENTS--61.7%	
	Australia--13.5%	
A\$ 10,500#	Australian Gov't. Bonds, 13.00%, 7/15/96.....	\$ 8,289,330
	New South Wales Treasury Corp., 8.50%, 3/1/96.....	5,921,098
8,000#	Victorian Treasury Corp., 12.50%, 7/15/96.....	9,987,162
12,765#	Western Australia Treasury Corp., 10.00%, 1/15/97.....	5,259,261
7,000#		-----
		29,456,851

	Brazil--1.3%	
BRL 3,528	Republic of Brazil, 6.06%, 1/1/01.....	2,888,550

	Canada--3.1%	
C\$ 9,000	Canadian Gov't. Bonds, 7.75%, 9/15/96.....	6,664,904

	Denmark--4.2%	
DKr 53,050	Danish Gov't. Bullet, 9.00%, 11/15/96.....	9,155,884

	France--3.0%	
FF 34,000	Gov't. of France, 6.50%, 10/12/96.....	6,521,884

	Ireland--2.6%	
IEP 3,500	Irish Gov't. Bonds, 9.00%, 7/30/96.....	5,692,959

	Italy--3.0%	
	Export Finance of	

	Norway,		
Lira 8,000,000	12.25%, 8/5/96.....	5,291,360	
	Italian Gov't. BTP,		
2,000,000	10.00%, 8/1/96.....	1,281,500	

		6,572,860	

	Mexico--1.5%		
	Mexican Treasury		
	Bills,**		
MP 13,947#	14.13%, 10/10/96.....	\$ 3,170,600	

	Spain--4.3%		
	Kingdom of Spain,		
Pts 1,000,000	11.90%, 7/15/96.....	8,177,941	
	Nordic Investment Bank,		
150,000	13.80%, 11/30/95.....	1,247,907	

		9,425,848	

	Sweden--3.0%		
	Statens Bostad Housing		
	Fund,		
SKr 45,000	12.50%, 1/23/97.....	6,463,944	

	United Kingdom--16.2%		
	Bayerische Hypothelsen		
	Bank,		
(BR PD) 5,000	11.13%, 6/24/96.....	8,487,924	
	United Kingdom Treasury		
	Bonds,		
10,350	13.25%, 1/22/97.....	18,569,794	
5,000	8.75%, 9/1/97.....	8,223,550	

		35,281,268	

	United States--6.0%		
	Cedulas Hipotecarias		
	Rurales,		
US\$ 4,400	7.90%, 9/1/00.....	3,971,000	
	Republic of Argentina		
	Bote,		
23,000	4.94%, 5/31/96.....	9,108,000	

		13,079,000	

	Total long-term		
	investments		
	(cost		
	US\$133,117,733).....	134,374,552	

	SHORT-TERM INVESTMENTS--38.6%		
	Canada--4.1%		
	Canadian Treasury		
	Bills,**		
C\$ 9,640	7.90%, 6/29/95.....	6,841,845	

</TABLE>

-4- See Notes to Financial Statements.

PRUDENTIAL SHORT-TERM GLOBAL INCOME FUND, INC.
SHORT-TERM GLOBAL INCOME PORTFOLIO

<TABLE>

<CAPTION>

Principal Amount (000)	Description	US\$ Value (Note 1)
<C>	<S>	<C>
	Canada--cont'd.	

		Ontario Province	
		Canada,**	
C\$	3,000	6.00%, 3/21/95.....	\$ 2,166,712

			9,008,557

		Mexico--8.3%	
		Mexican Treasury	
		Bills,**	
MP	6,900#	14.30%, 12/8/94.....	1,980,402
	24,500#	14.50%, 12/8/94.....	7,031,863
	19,490#	13.20%, 9/7/95.....	5,062,817
	15,288#	13.10%, 9/21/95.....	3,952,223

			18,027,305

		New Zealand--15.0%	
		New Zealand Gov't.	
		Bonds,	
NZ\$	26,000	10.00%, 2/15/95.....	16,080,847
		New Zealand Treasury	
		Bills,**	
	9,000	6.82%, 11/9/94.....	5,491,066
	1,400	7.02%, 11/9/94.....	854,166
	1,500	7.10%, 12/7/94.....	916,586
	15,489	7.56%, 1/11/95.....	9,388,376

			32,731,041

		United States--11.2%	
		Joint Repurchase	
		Agreement Account,	
US\$	8,847	4.77%, 11/1/94 (Note	
		5).....	8,847,000
		Mexican Tesobonos,**	
	5,695	8.69%, 7/27/95.....	5,360,841
	2,632	8.35%, 8/3/95.....	2,473,829
	8,200	8.41%, 8/17/95.....	7,681,119

			24,362,789

		Total short-term	
		investments	
		(cost	
		US\$82,568,380).....	84,129,692

		OUTSTANDING OPTIONS	
		PURCHASED*--0.2%	
		Currency Call Options	
A\$	32,000	Australian Dollars,	
		expiring 11/23/94	
		@A\$.7413.....	\$ 156,768
(YEN)	15,000	Japanese Yen,	
		expiring 5/5/95	
		@(YEN)105.50.....	40,500

			197,268

		Currency Put Options	
(YEN)	12,300	Japanese Yen,	
		expiring 1/26/95	
		@(YEN)93.70.....	99,630

		Cross-Currency Put Options	
			5,820
		Deutschemarks,	
		expiring 1/12/95	
		@DM972.30 per Italian	
DM	9,700	Lira.....	

15,000	@DM974.16 per Italian Lira.....	2,985
27,400	expiring 1/20/95 @DM4.6015 per Swedish Krona.....	69,048
		----- 77,853 -----
	Total outstanding options purchased (cost US\$1,481,065)...	374,751

	Total Investments--100.5% (cost \$217,167,178; Note 4).....	218,878,995
	Liabilities in excess of other assets--(0.5)%.....	(1,071,128)

	Net Assets--100%.....	\$217,807,867
		----- -----

</TABLE>

Portfolio securities are classified according to the security's
currency denomination.

Principal amount segregated as collateral for
forward currency contracts. Aggregate value of
segregated securities--\$50,654,756.

* Non-income producing security.

** Percentage quoted represents yield to maturity
as of purchase date.

(D) Expressed in thousands of local currency units.

-5- See Notes to Financial Statements.

PRUDENTIAL SHORT-TERM GLOBAL
INCOME FUND, INC.
SHORT-TERM GLOBAL INCOME PORTFOLIO

<TABLE>
<CAPTION>

October 31, 1994

<S>

<C>

Statement of Assets and Liabilities

Assets	
Investments, at value (cost \$217,167,178).....	\$218,878,995
Foreign currency, at value (cost \$47,559).....	48,834
Interest receivable.....	4,029,767
Forward currency contracts--net amount receivable from counterparties.....	2,755,484
Receivable for Fund shares sold.....	28,298
Deferred expenses and other assets.....	49,197

Total assets.....	225,790,575

Liabilities	
Forward currency contracts--net amount payable to counterparties.....	3,754,380
Payable for Fund shares reacquired.....	3,244,590
Dividends payable.....	385,050
Accrued expenses.....	271,445
Due to Distributors.....	128,803
Due to Manager.....	105,402
Withholding taxes payable.....	93,038

Total liabilities.....	7,982,708

Net Assets.....	\$217,807,867

Net assets were comprised of:	
Common stock, at par.....	\$ 25,452
Paid-in capital in excess of par.....	266,606,388

	266,631,840
Accumulated distributions in excess of net investment income.....	(10,975,642)
Accumulated net realized loss on investments.....	(38,707,984)
Net unrealized appreciation on investments and foreign currencies.....	859,653

Net assets, October 31, 1994.....	\$217,807,867

Class A:	
Net asset value and redemption price per share	
(\$28,841,436 / 3,369,859 shares of common stock issued and outstanding).....	\$8.56
Maximum sales charge (3.00% of offering price).....	.26

Maximum offering price to public.....	\$8.82

Class B:	
Net asset value, offering price and redemption price per share	
(\$188,966,231 / 22,082,197 shares of common stock issued and outstanding).....	\$8.56

Class C:	
Net asset value, offering price and redemption price per share	
(\$200.23 / 23.401 shares of common stock issued and outstanding).....	\$8.56

</TABLE>

See Notes to Financial Statements.

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PRUDENTIAL SHORT-TERM GLOBAL
INCOME FUND, INC.
SHORT-TERM GLOBAL INCOME PORTFOLIO
Statement of Operations

<TABLE>

<CAPTION>

	Year Ended October 31, 1994

Net Investment Income	
<S>	<C>
Income	
Interest (net of foreign withholding taxes of \$106,062).....	\$ 28,076,745

Expenses	
Distribution fee--Class A.....	57,000
Distribution fee--Class B.....	2,679,726
Management fee.....	1,755,285
Custodian's fees and expenses.....	671,000
Transfer agent's fees and expenses.....	425,000
Reports to shareholders.....	180,000
Registration fees.....	58,000
Amortization of organization expenses.....	40,000
Audit fee.....	35,000
Directors' fees.....	35,000
Legal.....	26,000
Miscellaneous.....	18,079

Total expenses.....	5,980,090
Net investment income.....	22,096,655
Realized and Unrealized Gain (Loss) on Investments and Foreign Currency Transactions Net realized gain (loss) on:	
Investment transactions.....	(23,776,265)
Foreign currency transactions.....	(13,261,084)
Written option transactions.....	1,595,280
Future transactions.....	(8,570)
	(35,450,639)
Net change in unrealized appreciation/ depreciation of:	
Investments.....	7,302,972
Foreign currencies.....	(1,578,939)
Written options.....	44,225
	5,768,258
Net loss on investments, foreign currencies and written options.....	(29,682,381)
Net Decrease in Net Assets Resulting from Operations.....	\$ (7,585,726)

</TABLE>

PRUDENTIAL SHORT-TERM GLOBAL
INCOME FUND, INC.
SHORT-TERM GLOBAL INCOME PORTFOLIO
Statement of Changes in Net Assets

<TABLE>

<CAPTION>

Increase (Decrease) in Net Assets	Year Ended October 31,	
	1994	1993
<S>	<C>	<C>
Operations		
Net investment income.....	\$ 22,096,655	\$ 52,264,411
Net realized loss on investments and foreign currency transactions.....	(35,450,639)	(52,043,418)
Net change in unrealized appreciation/depreciation of investments and foreign currencies...	5,768,258	37,156,133
Net increase (decrease) in net assets resulting from operations.....	(7,585,726)	37,377,126
Net equalization debits.....	--	(7,869,071)
Dividends and distributions (Note 1)		
Dividends from net investment income Class A.....	--	(4,363,707)

Class B.....	--	(25,199,590)
	-----	-----
	--	(29,563,297)
	-----	-----
Tax return of capital distributions		
Class A.....	(2,411,703)	--
Class B.....	(15,406,444)	--
	-----	-----
	(17,818,147)	--
	-----	-----
Fund share transactions (Note 6)		
Proceeds from shares subscribed.....	11,205,281	39,187,479
Net asset value of shares issued in reinvestment of dividends and distributions.....	10,703,295	17,172,475
Cost of shares reacquired.....	(213,168,513)	(330,090,306)
	-----	-----
Net decrease in net assets from Fund share transactions.....	(191,259,937)	(273,730,352)
	-----	-----
Total decrease.....	(216,663,810)	(273,785,594)
Net Assets		
Beginning of year.....	434,471,677	708,257,271
	-----	-----
End of year.....	\$217,807,867	\$434,471,677
	-----	-----
	-----	-----

</TABLE>

See Notes to Financial Statements. See Notes to Financial Statements.

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PRUDENTIAL SHORT-TERM GLOBAL INCOME FUND, INC.
SHORT-TERM GLOBAL INCOME PORTFOLIO
Notes to Financial Statements

Prudential Short-Term Global Income Fund, Inc. (the ``Fund'') is registered under the Investment Company Act of 1940 as a non-diversified, open-end management investment company. The Fund consists of two series, namely: Short-Term Global Income Portfolio and Global Assets Portfolio. The Fund was incorporated in Maryland on February 21, 1990 and had no significant operations other than the issuance of 5,000 shares each of Class A and Class B common stock of the Short-Term Global Income Portfolio for \$100,000 on September 21, 1990 to Prudential Mutual Fund Management, Inc. (``PMF''). The Short-Term Global Income Portfolio (the ``Portfolio'') commenced investment operations on November 1, 1990. The investment objective of the Portfolio is to maximum total return, the components of which are current income and capital appreciation, by investing primarily in a portfolio of investment grade debt securities denominated in U.S. dollar and a range of foreign currencies having remaining maturities of not more than three years. The ability of the issuers of the debt securities held by the Fund to meet their obligations may be affected by economic developments in a specific country or industry.

Note 1. Accounting Policies The following is a summary of significant accounting policies followed by the Fund, and the Portfolio in the preparation of its financial statements.

Securities Valuation: In valuing the Fund's assets, quotations of foreign securities in a foreign currency are converted to U.S. dollar equivalents at the then current currency value. Government securities for which quotations are available will be based on prices provided by an independent pricing service or principal market makers. Other portfolio securities that are actively traded in

the over-the-counter market, including listed securities for which the primary market is believed to be over-the-counter, will be valued at the average of the quoted bid and asked prices provided by an independent pricing service or by principal market makers. Any security for which the primary market is on an exchange is valued at the last sale price on such exchange on the day of valuation or, if there was no sale on such day, the last bid price quoted on such day. Securities for which market quotations are not readily available are valued at fair value as determined in good faith by or under the direction of the Board of Directors.

Short-term securities which mature in more than 60 days are valued at current market quotations. Short-term securities which mature in 60 days or less are valued at amortized cost which approximates market value.

In connection with transactions in repurchase agreements with U.S. financial institutions, it is the Fund's policy that its custodian or designated subcustodians, as the case may be under triparty repurchase agreements, takes possession of the underlying collateral securities, the value of which exceeds the principal amount of the repurchase transaction including accrued interest. If the seller defaults and the value of the collateral declines or if bankruptcy proceedings are commenced with respect to the seller of the security, realization of the collateral by the Fund may be delayed or limited.

Foreign Currency Translation: The books and records of the Fund are maintained in U.S. dollars. Foreign currency amounts are translated into U.S. dollars on the following basis:

(i) market value of investment securities, other assets and liabilities--at the closing daily rate of exchange;

(ii) purchases and sales of investment securities, income and expenses--at the rate of exchange prevailing on the respective dates of such transactions.

Although the net assets of the Fund are presented at the foreign exchange rates and market values at the close of the fiscal year, the Fund does not isolate that portion of the results of operations arising as a result of changes in the foreign exchange rates from the fluctuations arising from changes in the market prices of securities held at the end of the fiscal year. Similarly, the Fund does not isolate the effect of changes in foreign exchange rates from the fluctuations arising from changes in the market prices of long-term debt securities sold during the fiscal year.

Net realized loss on foreign currency transactions represents net foreign exchange gains or losses from sales and maturities of short-term securities, holding of foreign currencies, currency gains or losses realized between the trade and settlement dates on security transactions, and the difference between the amounts of interest and foreign taxes recorded on the Fund's books and the U.S. dollar equivalent amounts actually received or paid. Net unrealized currency gains and losses from valuing foreign currency denominated assets and liabilities at fiscal year end exchange rates are reflected as a component of net unrealized appreciation/depreciation on investments and foreign currencies.

Foreign security and currency transactions may involve certain considerations and risks not typically associated with

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those of U.S. companies as a result of, among other factors, the possibility of political and economic instability and the level of governmental supervision and regulation of foreign securities markets.

Forward Currency Contracts: The Fund enters into forward currency contracts in order to hedge its exposure to changes in foreign currency exchange rates on its foreign portfolio holdings. A forward contract is a commitment to purchase or sell a foreign currency at a future date at a negotiated forward rate. The gain or loss arising from the difference between the settlement value of the original and renegotiated forward contracts, if any, is isolated and is included in net realized gain (loss) from foreign currency transactions. Risks may arise upon entering into these contracts from the potential inability of the counterparties to meet the terms of their contracts.

Option Writing: When the Fund writes an option, an amount equal to the premium received by the Fund is recorded as a liability and is subsequently adjusted to the current market value of the option written. Premiums received from writing options which expire unexercised are treated by the Fund on the expiration date as realized gains from securities or currencies based on the type of option written. The difference between the premium and the amount paid on effecting a closing purchase transaction, including brokerage commissions, is also treated as a realized gain, or if the premium is less than the amount paid for the closing purchase transaction, as a realized loss. If a call option is exercised,

the premium is added to the proceeds from the sale of the underlying security or currency in determining whether the Fund has realized a gain or loss. If a put option is exercised, the premium reduces the cost basis of the securities or currencies purchased by the Fund. The Fund as writer of an option may have no control over whether the underlying securities or currencies may be sold (called) or purchased (put) and as a result bears the market risk of an unfavorable change in the price of the security or currency underlying the written option.

Securities Transactions and Investment Income: Securities transactions are recorded on the trade date. Realized gains and losses from security and currency transactions are calculated on the identified cost basis. Interest income is recorded on the accrual basis.

Net investment income (other than distribution fees) and unrealized and realized gains or losses are allocated daily to each class of shares based upon the relative proportion of net assets of each class at the beginning of the day.

Equalization: The Fund follows the accounting practice known as equalization by which a portion of the proceeds from sales and costs of reacquisitions of Fund shares, equivalent on a per share basis to the amount of distributable net investment income on the date of the transaction, is credited or charged to undistributed net investment income. As a result, undistributed net investment income per share is unaffected by sales or reacquisitions of the Fund's shares. Dividends and Distributions: The Fund declares daily and pays dividends from book basis net investment income monthly and makes distributions at least annually of any net capital gains. Dividends and distributions are recorded on the ex-dividend date.

Income distributions and capital gain distributions are determined in accordance with income tax regulations which may differ from generally accepted accounting principles. These differences are primarily due to differing treatments for foreign currency transactions.

Reclassification of Capital Accounts: The Portfolio accounts and reports for distributions to shareholders in accordance with Statement of Position 93-2: Determination, Disclosure, and Financial Statement Presentation of Income, Capital Gain, and Return of Capital Distributions by Investment Companies. The effect of applying this statement was to increase accumulated distributions in excess of net investment income by \$27,093,822, decrease accumulated net realized loss on investments by \$23,439,669 and increase paid-in capital by \$3,654,153. This was primarily the result of net foreign currency losses incurred for the fiscal year ended October 31, 1994. Net investment income, net realized gains and net assets were not affected by this change. Included in accumulated distributions in excess of net investment income as of October 31, 1994 is \$11,125,103 of equalization debits.

Federal Income Taxes: For federal income tax purposes, each portfolio in the Fund is treated as a separate taxpaying entity. It is the Portfolio's intent to continue to meet the requirements of the Internal Revenue Code applicable to regulated investment companies and to distribute all of its taxable income to shareholders. Therefore, no federal income tax provision is required.

Withholding taxes on foreign interest have been provided for in accordance with the Fund's understanding of the applicable country's tax rules and rates.

Deferred Organization Expenses: Approximately \$200,000 of organization and initial registration costs were incurred. These costs have been deferred and are being amortized over the period of benefit not to exceed 60 months from the date the Portfolio commenced investment operations. PMF has agreed not to redeem the 10,000 shares purchased until all organization expenses have been amortized.

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Note 2. Agreements The Fund has a management agreement with PMF. Pursuant to this agreement, PMF has responsibility for all investment advisory services and supervises the subadviser's performance of such services. PMF has entered into a subadvisory agreement with The Prudential Investment Corporation ('`PIC'); PIC furnishes investment advisory services in connection with the management of the Fund. PMF pays for the cost of the subadviser's services, the compensation of officers of the Fund, occupancy and certain clerical and bookkeeping costs of the Fund. The Fund bears all other costs and expenses.

The management fee paid PMF is computed daily and payable monthly at an annual rate of .55 of 1% of the average daily net assets of the Portfolio.

The Portfolio has distribution agreements with Prudential Mutual Fund Distributors, Inc. ('`PMFD'), which acts as the distributor of the Class A

shares of the Fund, and with Prudential Securities Incorporated ('`PSI''), which acts as distributor of the Class B and Class C shares of the Fund. The Portfolio reimburses PMFD and compensates PSI for distributing and servicing the Fund's Class A, Class B and Class C shares, pursuant to plans of distribution (the '`Class A, B and C Plans'). The distribution fees are accrued daily and payable monthly.

Pursuant to the Class A Plan, the Portfolio reimburses PMFD for its expenses with respect to Class A shares at an annual rate of up to .30 of 1% of the average daily net assets of the Class A shares. Such expenses under the Class A Plan were .15 of 1% of the average daily net assets of the Class A shares for the fiscal year ended October 31, 1994. PMFD pays various broker-dealers, including PSI and Pruco Securities Corporation ('`Prusec'), affiliated broker-dealers, for account servicing fees and other expenses incurred by such broker-dealers.

On July 19, 1994, shareholders of the Portfolio approved amendments to the Class B distribution plan under which the Class B distribution plan became a compensation plan, effective August 1, 1994. Prior thereto, the Class B distribution plan was a reimbursement plan, under which PSI was reimbursed for expenses actually incurred by it up to the amount permitted under the Class B Plan. The Portfolio is not obligated to pay any prior or future excess distribution costs (costs incurred by PSI in excess of distribution fees paid by the Fund or contingent deferred sales charges received by PSI). The Portfolio began offering Class C shares on August 1, 1994.

Pursuant to the Class B and C Plans, the Portfolio compensates PSI for distribution-related activities at an annual rate of up to 1% of the average daily net assets of both the Class B and C shares. Such expenses under the Class B Plan were charged at an effective rate of .95 of 1% of the average daily net assets of the Class B shares for the fiscal year ended October 31, 1994 and are currently charged at a rate of .75 of 1% of the average daily net assets of the Class B shares. Such expenses under the Class C Plan were charged at .75 of 1% of the average daily net assets of the Class C shares for the fiscal year ended October 31, 1994.

PMFD has advised the Portfolio that it has received approximately \$15,000 in front-end sales charges resulting from sales of Class A shares during the fiscal year ended October 31, 1994. From these fees, PMFD paid such sales charges to dealers which in turn paid commissions to salespersons.

PSI has advised the Portfolio that for the fiscal year ended October 31, 1994, it received approximately \$1,291,500 in contingent deferred sales charges imposed upon certain redemptions by Class B shareholders.

PMFD is a wholly-owned subsidiary of PMF; PSI, PMF and PIC are indirect, wholly-owned subsidiaries of The Prudential Insurance Company of America.

Note 3. Other
Transactions
With Affiliates

Prudential Mutual Fund Ser-
vices, Inc. ('`PMFS') a
wholly-owned subsidiary of
PMF, serves as the Fund's transfer agent and

during the fiscal year ended October 31, 1994, the Portfolio incurred fees of approximately \$368,900 for the services of PMFS. As of October 31, 1994, approximately \$24,100 of such fees were due to PMFS. Transfer agent fees and expenses in the Statement of Operations include certain out-of-pocket expenses paid to non-affiliates.

Note 4. Portfolio
Securities

Purchases and sales of invest-
ment securities, other than
short-term investments and options, for the fiscal
year ended October 31, 1994 aggregated \$595,732,470 and \$826,634,833,
respectively.

The United States federal income tax basis of the Fund's investments at October 31, 1994 was substantially the same as for financial reporting purposes and, accordingly, net unrealized appreciation of investments, for United States federal income tax purposes was \$1,711,817 (gross unrealized appreciation--\$3,837,980; gross unrealized depreciation--\$2,126,163).

For federal income tax purposes, the Portfolio had a capital loss carryforward as of October 31, 1994, of approximately \$38,708,000 of which \$26,697,000 expires in 2001 and \$12,011,000 expires in 2002. Accordingly, no capital gains distributions are expected to be paid to shareholders until future net gains have been realized in excess of such carryforward.

Transactions in options written during the year ended October 31, 1994 were as follows:

<TABLE>

<CAPTION>

	Number of Contracts (000)	Premiums Received
	-----	-----
<S>	<C>	<C>
Options outstanding at October 31, 1993.....	30,500	\$ 230,275
Options written.....	808,475	4,633,666
Options terminated in closing purchase transactions.....	(625,575)	(3,723,804)
Options expired.....	(157,600)	(593,882)
Options exercised.....	(55,800)	(546,255)
	-----	-----
Options outstanding at October 31, 1994.....	--	--
	-----	-----
	-----	-----

</TABLE>

At October 31, 1994, the Portfolio had outstanding forward currency contracts, both to purchase and sell foreign currencies, as follows:

<TABLE>

<CAPTION>

Foreign Currency Purchase Contracts	Value at Settlement Date Payable	Current Value	Appreciation (Depreciation)
-----	-----	-----	-----
<S>	<C>	<C>	<C>
Australian Dollars, expiring 11/28/94.....	\$ 10,000,000	\$ 10,014,548	\$ 14,548
Canadian Dollars, expiring 11/14/94.....	21,585,502	21,497,829	(87,673)
Deutschemarks, expiring 11/7-11/30/94...	174,593,203	175,115,626	522,423
Italian Lira, expiring 12/13/94.....	15,625,681	15,880,098	254,417
Japanese Yen, expiring 11/7-11/18/94...	34,058,007	34,168,798	110,791
Spanish Pesetas, expiring 12/22/94.....	13,495,279	13,617,258	121,979
Swedish Krona, expiring 11/7/94.....	3,997,331	3,911,744	(85,587)
	-----	-----	-----
	\$ 273,355,003	\$274,205,901	\$ 850,898
	-----	-----	-----
	-----	-----	-----

</TABLE>

<TABLE>

<CAPTION>

Foreign Currency Sale Contracts	Value at Settlement Date Receivable	Current Value	Appreciation (Depreciation)
-----	-----	-----	-----
<S>	<C>	<C>	<C>

Australian Dollars, expiring 11/28/94-1/6/95.....	\$ 40,376,270	\$ 40,538,994	\$ (162,724)
Canadian Dollars, expiring 11/14/94.....	26,000,000	25,941,819	58,181

<CAPTION>

Foreign Currency Sale Contracts	Value at Settlement Date Receivable	Current Value	Appreciation (Depreciation)
<S>	<C>	<C>	<C>
Deutschemarks, expiring 11/7-11/30/94...	\$ 176,275,718	\$177,005,919	\$ (730,201)
French Francs, expiring 11/18/94.....	6,574,879	6,548,585	26,294
Italian Lira, expiring 12/13/94.....	15,544,328	15,880,098	(335,770)
Japanese Yen, expiring 11/7-11/14/94...	12,814,751	13,054,249	(239,498)
Spanish Pesetas, expiring 12/22/94.....	17,889,590	18,160,408	(270,818)
Swedish Krona, expiring 11/7/94.....	11,600,110	11,563,002	37,108
Swiss Francs, expiring 11/14/94.....	15,173,823	15,406,189	(232,366)
	-----	-----	-----
	\$ 322,249,469	\$324,099,263	\$ (1,849,794)
	-----	-----	-----

</TABLE>

Note 5. Joint Repurchase Agreement Account

The Portfolio, along with other affiliated registered investment companies, transfers uninvested cash balances into a single joint account, the daily aggregate balance of which is invested in one or more repurchase agreements collateralized by U.S. Treasury or Federal agency obligations. As of October 31, 1994, the Portfolio has a 0.98% undivided interest in the repurchase agreements in the joint account. The undivided interest for the Portfolio represents \$8,847,000 in principal amount. As of such date, each repurchase agreement in the joint account and the value of the collateral therefor were as follows:

Smith Barney, Inc., 4.80%, in the principal amount of \$260,000,000, repurchase price \$260,034,667, due 11/1/94. The value of the collateral including accrued interest is \$265,200,122.

Nomura Securities International, Inc., 4.77%, in the principal amount of \$100,000,000, repurchase price \$100,013,250, due 11/1/94. The value of the collateral including accrued interest is \$102,000,391.

Goldman, Sachs & Co., 4.75%, in the principal amount of \$275,000,000, repurchase price \$275,036,285, due 11/1/94. The value of the collateral including accrued interest is \$280,500,611.

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CS First Boston Corp., 4.75%, in the principal amount of \$265,000,000, repurchase price \$265,034,965, due 11/1/94. The value of the collateral including accrued interest is \$271,053,272.

Note 6. Capital

The Portfolio currently offers

Class A, Class B and Class C shares. Class A shares are sold with a front-end sales charge of up to 3.0%. Class B shares are sold with a contingent deferred sales charge which declines from 3% to zero depending on the period of time the shares are held. Class C shares are sold with a contingent deferred sales charge of 1% during the first year. Class B shares will automatically convert to Class A shares on a quarterly basis approximately five years after purchase commencing in or about February 1995.

The Fund has authorized 1.5 billion shares of common stock at \$.001 par value per share equally divided into Class A, B and C shares. Of the 25,452,079 shares of common stock issued and outstanding at October 31, 1994, PMF owned 10,000 shares.

Transactions in shares of common stock for the fiscal years ended October 31, 1994 and 1993 were as follows:

<TABLE>

<CAPTION>

Class A	Shares	Amount
<S>	<C>	<C>
Year ended October 31, 1994:		
Shares sold.....	551,897	\$ 4,763,324
Shares issued in reinvestment of dividends and distributions.....	194,713	1,743,925
Shares reacquired.....	(3,776,033)	(34,191,806)
Net decrease in shares outstanding.....	(3,029,423)	\$ (27,684,557)
Year ended October 31, 1993:		
Shares sold.....	2,800,748	\$ 25,157,507
Shares issued in reinvestment of dividends.....	334,726	3,006,237
Shares reacquired.....	(7,797,277)	(69,726,785)
Net decrease in shares outstanding.....	(4,661,803)	\$ (41,563,041)

<CAPTION>

Class B	Shares	Amount
<S>	<C>	<C>
Year ended October 31, 1994:		
Shares sold.....	710,218	\$ 6,441,757
Shares issued in reinvestment of dividends and distributions.....	1,001,413	8,959,370
Shares reacquired.....	(20,015,210)	(178,976,707)
Net decrease in shares outstanding.....	(18,303,579)	\$ (163,575,580)
Year ended October 31, 1993:		
Shares sold.....	1,558,807	\$ 14,029,972
Shares issued in reinvestment of dividends.....	1,575,399	14,166,238
Shares reacquired.....	(29,032,710)	(260,363,521)
Net decrease in shares outstanding.....	(25,898,504)	\$ (232,167,311)

<CAPTION>

Class C

<S>	<C>	<C>
August 1, 1994* through October 31, 1994:		
Shares sold.....	23	\$ 200
Increase in shares outstanding.....	23	\$ 200

</TABLE>

* Commencement of offering of Class C shares.

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PRUDENTIAL SHORT-TERM GLOBAL INCOME FUND, INC.
SHORT-TERM GLOBAL INCOME PORTFOLIO
Financial Highlights

<TABLE>
<CAPTION>

	Class C	Class A				Class B		
	-----	-----	-----	-----	-----	-----	-----	-----
August 1, 1994 (D) through October	-----	Year Ended October 31,				Year Ended October 31,		
October	-----	-----	-----	-----	-----	-----	-----	-----
	-----	-----	-----	-----	-----	-----	-----	-----
	1994	1994	1993	1992	1991	1994	1993	1992
	-----	-----	-----	-----	-----	-----	-----	-----
<S>	<C>	<C>	<C>	<C>	<C>	<C>	<C>	<C>
<C>	<C>	<C>	<C>	<C>	<C>	<C>	<C>	<C>
PER SHARE OPERATING PERFORMANCE:								
Net asset value, beginning of period.....	\$ 9.29	\$ 9.16	\$ 9.97	\$ 10.00	\$ 9.29	\$ 9.16	\$ 9.97	
\$ 10.00	\$ 8.61							
Income from investment operations								
Net investment income.....	.70	.97	.96	1.03	.62	.88	.88	
.95	.14							
Net realized and unrealized gain (loss) on investment and foreign currency transactions...	(.86)	(.26)	(.95)	(.02)	(.86)	(.26)	(.95)	

(.02)	(.06)							
-----	-----	-----	-----	-----	-----	-----	-----	-----
Total from investment operations... .93	(.16) .08	.71	.01	1.01	(.24)	.62	(.07)	
-----	-----	-----	-----	-----	-----	-----	-----	-----
Less distributions								
Dividends from net investment income..... (.95)	--	(.58)	(.82)	(1.03)	--	(.49)	(.74)	
Tax return of capital distributions... --	(.57) (.13)	--	--	--	(.49)	--	--	
Distributions from net capital gains..... (.01)	--	--	--	(.01)	--	--	--	
-----	-----	-----	-----	-----	-----	-----	-----	-----
Total distributions... (.96)	(.57) (.13)	(.58)	(.82)	(1.04)	(.49)	(.49)	(.74)	
-----	-----	-----	-----	-----	-----	-----	-----	-----
Net asset value, end of period..... \$ 9.97	\$ 8.56 \$ 8.56	\$ 9.29	\$ 9.16	\$ 9.97	\$ 8.56	\$ 9.29	\$ 9.16	
-----	-----	-----	-----	-----	-----	-----	-----	-----
-----	-----	-----	-----	-----	-----	-----	-----	-----
TOTAL								
RETURN#:..... 9.51%	(1.89)% 0.75%	7.96%	(0.07)%	10.41%	(2.62)%	7.00%	(0.86)%	
RATIOS/SUPPLEMENTAL DATA:								
Net assets, end of period (000)..... \$669,086	\$28,841 \$2000	\$59,458	\$101,358	\$105,148	\$188,966	\$375,013	\$606,899	
Average net assets (000)..... \$349,607	\$38,000 \$1990	\$70,347	\$119,171	\$51,830	\$281,143	\$474,175	\$814,734	
Ratios to average net assets:(D) (D)								
Expenses, including distribution fees..... 1.87%	1.17% .93%*	1.02%	1.08%	1.01%	1.97%	1.87%	1.93%	
Expenses, excluding distribution fees..... .87%	1.02% .18%*	.87%	.93%	.86%	1.02%	.87%	.93%	
Net investment income..... 9.46%	7.67% 7.02%*	10.81%	9.93%	10.23%	6.82%	9.42%	9.05%	
Portfolio								

turnover								
rate.....	232%	307%	180%	66%	232%	307%	180%	
66%	232%							

</TABLE>

- - - - -

* Annualized.

(D) Commencement of offering of Class C shares.

(D) (D) Because of the event referred to in (D) and the timing of such, the ratios for the Class C shares are not necessarily comparable to that of Class A or B shares and are not necessarily indicative of future ratios.

@ Figures are actual and not rounded to the nearest thousand.

Total return does not consider the effects of sales loads. Total return is calculated assuming a purchase of shares on the first day and a sale on the last day of each period reported and includes reinvestment of dividends and distributions. Total returns for periods of less than a full year are not annualized.

See Notes to Financial Statements.

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INDEPENDENT AUDITORS' REPORT

The Shareholders and Board of Directors
Prudential Short-Term Global Income Fund, Inc.
Short-Term Global Income Portfolio

We have audited the accompanying statement of assets and liabilities of Prudential Short-Term Global Income Fund, Inc., Short-Term Global Income Portfolio, including the portfolio of investments, as of October 31, 1994, the related statements of operations for the year then ended and of changes in net assets for each of the two years in the period then ended, and the financial highlights for each of the four years in the period then ended. These financial statements and financial highlights are the responsibility of the Fund's management. Our responsibility is to express an opinion on these financial statements and 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 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 the securities owned as of October 31, 1994 by correspondence with the custodian. 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 Prudential Short-Term Global Income Fund, Inc., Short-Term Global Income Portfolio, as of October 31, 1994, the results of its operations, the changes in its net assets and its financial highlights for the respective stated periods in conformity with generally accepted accounting principles.

Deloitte & Touche LLP
New York, New York
December 16, 1994

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Past performance is not predictive of future performance and an investor's shares may be worth more or less than their original cost.

These graphs are furnished to you in accordance with SEC regulations. They compare a \$10,000 investment in Prudential Short-Term Global Income Fund, Inc. Short-Term Global Income Portfolio (Class A, Class B and Class C) with a similar investment in the J.P. Morgan Global Short-Term Index (GSTI) by portraying the initial account values at the commencement of operations of each class and subsequent account values at the end of each fiscal year (October 31) beginning in 1990 for Class A and Class B shares and 1994 for Class C shares. For purposes

of the graphs and, unless otherwise indicated, the accompanying tables, it has been assumed that (a) the current maximum sales charge was deducted from the initial \$10,000 investment in Class A shares; (b) the maximum applicable contingent deferred sales charge was deducted from the value of the investment in Class B shares and Class C shares, assuming full redemption on October 31, 1994; (c) all recurring fees (including management fees) were deducted; and (d) all dividends and distributions were reinvested. Class B shares will automatically convert to Class A shares on a quarterly basis approximately five years after purchase. This conversion feature is expected to be implemented on or about February 1995 and is not reflected in the graph.

The GSTI is a weighted index of liquid, short-term government bonds of the following countries: Belgium, Sweden, Germany, Australia, Canada, Denmark, France, Italy, Japan, Netherlands, Spain, U.S. and U.K. The GSTI is an unmanaged index and changes in market capitalization in the GSTI are revised monthly. The GSTI does not reflect the payment of transaction costs and advisory fees associated with an investment in the Fund. The securities which comprise the GSTI may differ substantially from the securities in the Fund's portfolio. The GSTI is not the only index that may be used to characterize performance of global income funds and other indices may portray different comparative performance.

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This report is not authorized for distribution to prospective investors unless preceded or accompanied by a current prospectus.

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