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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JP MORGAN FUNDS

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(front cover)

J.P. Morgan
U.S. Equity Fund

Semi-annual Report
November 30, 2000

LETTER TO THE SHAREHOLDERS

January 8, 2001

Dear Shareholder,

The volatility that rattled technology stocks rippled across many equity sectors, and made the six months ended November 30, 2000 a rough time for investors. For the period, the J.P. Morgan U.S. Equity Fund had a total return of -4.52%.

The Fund, however, was able to preserve capital to a greater degree than its benchmark, the Standard & Poor's 500 Index, and peer group, as measured by the Lipper Multi-Cap Core Funds Average. The S&P 500 Index had a total return of -6.92% for the six months ended November 30, 2000, while the Fund's peer group had a total return of -5.96% for the same time period.

The Fund's net asset value on November 30, 2000 was $20.71 per share, decreasing from $21.71 per share at the start of the fiscal period. During the period, the Fund made distributions of approximately $0.02 per share from ordinary income. The Fund's net assets were approximately $344 million on November 30, 2000, while the total net assets of The U.S. Equity Portfolio, in which the Fund invests, totaled $528 million.

This report includes an interview with Henry Cavanna, lead portfolio manager for The U.S. Equity Portfolio. Henry discusses the U.S. equity market in detail, and explains the factors that influenced Fund performance during the fiscal period. Henry also provides insight in regard to positioning the Portfolio for the coming months.

As chairman and president of Asset Management Services, we thank you for investing with J.P. Morgan. Should you have any comments or questions, please contact your Morgan representative, or call J.P. Morgan Funds Services at (800) 521-5411.

Sincerely yours,

/signature/	/signature/
Ramon de Oliveira	Keith M. Schappert
Chairman of Asset Management Services	President of Asset Management Services
J.P. Morgan & Co. Incorporated	J.P. Morgan & Co. Incorporated

(page)

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FUND PERFORMANCE

EXAMINING PERFORMANCE

One way is to review a fund's average annual total return. This calculation takes the fund's actual return and shows what would have happened if the fund had achieved that return by performing at a constant rate each year. Average annual total returns represent the average yearly change of a fund's value over various time periods, typically one, five, and ten years, (or since inception). Total returns for periods of less than one year are not annualized and provide a picture of how a fund has performed over the short-term.

PERFORMANCE
<TABLE>
<CAPTION>

	TOTAL RETURNS		AVERAGE ANNUAL TOTAL RETURNS		
	SIX MONTHS	ONE YEAR	THREE YEARS	FIVE YEARS	TEN YEARS
AS OF NOVEMBER 30, 2000					
<S>	<C>	<C>	<C>	<C>	<C>
J.P. Morgan U.S. Equity Fund	(4.52)%	(3.96)%	10.17%	15.81%	16.19%
S&P 500 Index*	(6.92)%	(4.22)%	12.71%	18.66%	17.72%
Lipper Multi-Cap Core Funds Average**	(5.96)%	1.03%	10.35%	15.52%	16.34%
AS OF SEPTEMBER 30, 2000					
J.P. Morgan U.S. Equity Fund	(2.15)%	12.77%	12.99%	18.66%	17.93%
S&P 500 Index*	(3.60)%	13.28%	16.44%	21.69%	19.44%
Lipper Multi-Cap Core Funds Average**	(1.36)%	21.45%	12.84%	17.66%	17.68%

</TABLE>
* The S&P 500 Index is an unmanaged index that measures U.S. stock market performance. It does not include fees or operating expenses and is not available for actual investment.

** Describes the average total return for all funds in the indicated Lipper category, as defined by Lipper Inc., and does not take into account applicable sales charges. Lipper Analytical Services, Inc. is a leading source for mutual fund data.

Past performance is no guarantee of future results. Fund returns are net of fees and assume the reinvestment of distributions.

PORTFOLIO MANAGER Q&A

[photo of Henry D. Cavanna]

Following is an interview with HENRY D. CAVANNA, managing director and senior U.S. equity portfolio manager in J.P. Morgan Investment Management's U.S. Equity Group. Henry has been a J.P. Morgan employee for the past 28 years, and has been a portfolio manager since 1979. He is currently responsible for several major institutional and sub-advisory clients, as well as having overall investment responsibility for Morgan's own retirement and defined contribution funds. Before joining Morgan, Henry worked at Harris Upham & Co. He holds a B.A. from Boston College and a L.L.B. from the University of Pennsylvania. This interview was conducted on December 15, 2000, and reflects Henry's views on that date.

IT HAS CERTAINLY BEEN AN INTERESTING TIME FOR U.S. EQUITIES DURING THIS REPORTING PERIOD. WHAT WERE SOME OF THE HIGHLIGHTS?

This six-month period captured two worlds. On one side, there was an ending of a rapidly expanding economy. On the other, there was the beginning of a slowing economy, with investors growing increasingly concerned about corporate profits. As it turned out, these concerns were more than justified, as company after company, in sector after sector, started reporting disappointing earnings. This helped to bring about a substantial reallocation of capital from new economy growth sectors to more defensive value sectors, such as insurance, utilities, and energy. At the end of the period, the lack of closure in our presidential election also served as a destabilizing factor. As a result, stock market volatility was extraordinarily high over the six months ended November 30.

We also saw the end of the Federal Reserve's interest rate tightening cycle, and the probable success of its efforts to engineer a soft landing for our economy. Still, we did not see an end to its tightening bias, which unnerved some investors and contributed in part to market instability.

HOW WAS THE PORTFOLIO POSITIONED OVER THIS PERIOD?

Our strategy is to be well diversified across almost all sectors, and to own companies that we believe represent the best mix of fundamentals and attractive valuations over the longer-term, be they old or new economy stocks. During this period of time, however, investors were focused on short-term results, not long-term opportunities, and they proved more than willing to punish any company that did not meet their somewhat elevated earnings expectations. Not too infrequently, even companies with satisfactory results were brought down alongside their lesser performing brethren. Within this sometime incendiary marketplace, the S&P 500 Index, our benchmark, declined by almost 7%.

HOW HAS MARKET VOLATILITY AFFECTED THE WAY YOU MANAGE THE PORTFOLIO, IF AT ALL?

It hasn't specifically affected our management, but we were certainly cognizant of and sensitive to the market's short-term focus. In particular, we were able to identify several longer-term opportunities created by investors who overreacted to short-term concerns. From that standpoint, market volatility was good for the strategy.

On the other side, we have also had to be more careful in our approach to the market. Timing became critical, as a desirable stock could be way up one day and way down the next. We definitely wanted to exercise the discipline of adding to attractive long-term positions, but we were a little more measured and patient about when to jump in.

HOW IS YOUR PROCESS GEARED TO TAKE ADVANTAGE OF THIS MARKET ENVIRONMENT?

Our process combines the advantages of two strong internal capabilities. One is our depth in research. Our analysts are sector specialists who develop estimates of what companies are worth and which companies represent good longer-term investments. On the other side is our highly experienced trading desk. Our traders are very sensitive to short-term fluctuations in stock prices and, with their access to timely trading information, we feel they can

usually get us the stock we want at the price we want. Thus, even though we have a longer-term perspective, we can operate in a more tactical fashion when we think it makes sense.

WHICH STOCKS WERE AMONG YOUR BEST INVESTMENTS OVER THE SIX-MONTH REPORTING PERIOD?

Alza, a mid-sized drug company, was up substantially over this period, owing to accelerating earnings growth and the introduction of two new drugs. One helps incontinence among seniors, and one is a once-a-day remedy for attention deficit disorder (ADD). Both are beginning to capture notable market share, with the ADD drug expected to achieve a 10% market share in its category by year's end.

Another substantial performer was Philip Morris, which had been deeply undervalued in the wake of numerous liability issues. Investors, however, came to the conclusion that most of the bad news was behind, and saw it as an attractive value play. Aiding its resurgence were good earnings, a great yield, and a very capable management team that has continued to manage its business well.

HOW ABOUT THE DOWN SIDE?

E*trade, the on-line discount broker, has been punished by concerns about a decline in on-line trading and the consequent impact on the company's profit margins. We still have confidence that it has a real business, that it will be competitive, and that it will recover. Our long-term confidence is such that we have elected to maintain our position during a period when the company's profit margins will be under short-term pressure.

Another disappointment was Level-3 Communications, a telecommunications company that has built one of the newest fiber optic telephone networks. As a relatively new company, Level-3's positive cash flow and earnings are still a couple of years out, so the results-oriented market in which we find ourselves has taken its stock to task. You have to have patience to own it and believe that the company will achieve an attractive return on its investments, which we do. We think Level-3 has a competitive advantage and good management, and, importantly, it has already secured the funding needed to build out its network

HOW DO YOU EXPECT THE MARKET TO DEVELOP OVER THE NEXT FEW MONTHS?

We remain cautious about the market's prospects over the next few months. The economy is in a decelerating mode, and that means there will continue to be earnings risk and accompanying volatility. It's also still too early for the Fed to come to the rescue and lower interest rates.

This said, we think the stock market is in the process of bottoming out, so we are not overly concerned. Further out, a number of developments would help its recovery. The Fed, for example, has the option of lowering interest rates several times in order to help the economy, especially in light of the expectation that inflation will remain fairly moderate over the coming year. We also anticipate that the price of oil will decline to more reasonable levels later next year, thereby providing a boost to consumer confidence. In sum, there are a number of catalysts that could re-ignite the market going forward, but, in the meantime, we are still reasonably wary about its near-term direction.

FUND FACTS

INVESTMENT OBJECTIVE

J.P. Morgan U.S. Equity Fund seeks to provide a high total return from a portfolio of selected equity securities. It is designed for investors who want an actively managed portfolio of selected equity securities that seeks to outperform the S&P 500 Index.

Inception Date: 6/27/1985

Fund Net Assets as of 11/30/2000:
$343,997,623

Portfolio Net Assets as of 11/30/2000:
$528,133,867

Dividend Payable Dates
(if applicable): 12/20/2000, 3/23/2001,
6/22/2001, 9/14/2001, 12/21/2001

Capital Gain Payable Dates
(if applicable): 12/20/2000, 12/21/2001

EXPENSE RATIOS

The Fund's current annualized expense ratio of 0.79% covers shareholders' expenses for custody, tax reporting, investment advisory, and shareholder services. The Fund is no-load and does not charge any sales, redemption, or exchange fees. There are no additional charges for buying, selling or safekeeping fund shares, or for wiring redemption proceeds from the Fund.

FUND HIGHLIGHTS

All data as of November 30, 2000

PORTFOLIO ALLOCATION
(As a percentage of total investment securities)

[data from pie chart]
<TABLE>

<S>	<C>
Finance	11.4%
Pharmaceuticals	11.3%
Industrial Cyclical	10.0%
Computer Hardware	10.0%
Software & Services	9.0%
Energy	6.1%
Consumer Stable	6.1%
Telecommunications	5.1%
Retail	5.0%
Insurance	4.9%
Semiconductors	4.4%
Short-Term Investments	3.9%

Utilities	3.3%
Consumer Services	2.9%
Consumer Cyclical	2.6%
Capital Markets	2.5%
Health Services & Systems	1.5%

LARGEST EQUITY HOLDINGS	% OF TOTAL INVESTMENTS
Cisco Systems Inc.	3.8%
Exxon Mobil Corp.	3.6%
General Electric Co.	3.1%
Microsoft Corp.	3.0%
Tyco International Ltd.	2.8%
Sun Microsystems, Inc.	2.7%
Pfizer, Inc.	2.3%
Firstar Corp.	2.2%
Philip Morris Companies Inc.	2.1%
Pharmacia Corp.	2.1%

DISTRIBUTED BY FUNDS DISTRIBUTOR, INC. J.P. MORGAN INVESTMENT MANAGEMENT INC. SERVES AS INVESTMENT ADVISOR. SHARES OF THE FUND ARE NOT INSURED BY THE FDIC, ARE NOT BANK DEPOSITS OR OTHER OBLIGATIONS OF THE FINANCIAL INSTITUTION AND ARE NOT GUARANTEED BY THE FINANCIAL INSTITUTION. SHARES OF THE FUND ARE SUBJECT TO INVESTMENT RISK, INCLUDING POSSIBLE LOSS OF THE PRINCIPAL INVESTED.

References to specific securities and their issuers are for illustrative purposes only and are not intended to be, and should not be interpreted as, recommendations to purchase or sell securities. Opinions expressed herein and other Fund data presented are based on current market conditions and are subject to change without notice. The Fund invests through a master portfolio (another Fund with the same objective).

CALL J.P. MORGAN FUNDS SERVICES AT (800) 521-5411 FOR A PROSPECTUS CONTAINING MORE COMPLETE INFORMATION ABOUT THE FUND, INCLUDING MANAGEMENT FEES AND OTHER EXPENSES. PLEASE READ THE PROSPECTUS CAREFULLY BEFORE INVESTING.

J.P. MORGAN U.S. EQUITY FUND

STATEMENT OF ASSETS AND LIABILITIES (UNAUDITED)

NOVEMBER 30, 2000

ASSETS	
Investment in The U.S. Equity Portfolio ("Portfolio"), at value	$344,117,718
Prepaid Trustees' Fees and Expenses	4,106
Prepaid Expenses and Other Assets	946
TOTAL ASSETS	344,122,770
LIABILITIES	
Shareholder Servicing Fee Payable	75,082
Administrative Services Fee Payable	7,124
Fund Services Fee Payable	244
Administration Fee Payable	109
Accrued Expenses and Other Liabilities	42,588
TOTAL LIABILITIES	125,147
NET ASSETS	
Applicable to 16,611,076 Shares of Beneficial Interest Outstanding (par value $0.001, unlimited shares authorized)	$343,997,623
Net Asset Value, Offering and Redemption Price Per Share	$20.71
ANALYSIS OF NET ASSETS	
Paid-in Capital	$288,461,024
Undistributed Net Investment Income	653,902
Accumulated Net Realized Gain on Investment	11,006,423
Net Unrealized Appreciation on Investment	43,876,274

NET ASSETS	$343,997,623

</TABLE>

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

J.P. MORGAN U.S. EQUITY FUND
STATEMENT OF OPERATIONS (UNAUDITED)

FOR THE SIX MONTHS ENDED NOVEMBER 30, 2000
<TABLE>

<S>	<C>
INVESTMENT INCOME	
INCOME	
Allocated Investment Income from Portfolio	$ 2,256,080
Allocated Portfolio Expenses	(900,812)
Investment Income	1,355,268
FUND EXPENSES	
Shareholder Servicing Fee	485,877
Administrative Services Fee	46,611
Transfer Agent Fees	45,236
Financial and Fund Accounting Services Fee	15,041
Registration Fees	10,067
Professional Fees	8,135
Printing Expenses	6,138
Fund Services Fee	2,754
Administration Fee	2,062
Trustees' Fees and Expenses	1,596
Miscellaneous	8,002
Total Fund Expenses	631,519
NET INVESTMENT INCOME	723,749
REALIZED AND UNREALIZED GAIN (LOSS)	
NET REALIZED GAIN ON INVESTMENT ALLOCATED FROM PORTFOLIO	4,799,842
NET CHANGE IN UNREALIZED APPRECIATION (DEPRECIATION) ON INVESTMENT ALLOCATED FROM PORTFOLIO	(20,191,604)
NET DECREASE IN NET ASSETS RESULTING FROM OPERATIONS	$(14,668,013)

</TABLE>

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

J.P. MORGAN U.S. EQUITY FUND
STATEMENT OF CHANGES IN NET ASSETS

FOR THE SIX MONTHS ENDED NOVEMBER 30, 2000 (UNAUDITED) AND THE YEAR ENDED MAY 31, 2000
<TABLE>

<S>	<C>	<C>
DECREASE IN NET ASSETS		
	NOVEMBER 30, 2000	MAY 31, 2000
FROM OPERATIONS		
Net Investment Income	$ 723,749	$ 2,477,571
Net Realized Gain on Investment Allocated from Portfolio	4,799,842	22,541,364
Net Change in Unrealized Appreciation (Depreciation) on Investment Allocated from Portfolio	(20,191,604)	(14,614,735)
Net Increase (Decrease) in Net Assets Resulting from Operations	(14,668,013)	10,404,200
DISTRIBUTIONS TO SHAREHOLDERS FROM		
Net Investment Income	(352,092)	(2,633,134)
Net Realized Gain	-	(63,328,227)
Total Distributions to Shareholders	(352,092)	(65,961,361)

TRANSACTIONS IN SHARES OF BENEFICIAL INTEREST		
Proceeds from Shares of Beneficial Interest Sold	22,293,429	56,123,622
Reinvestment of Distributions	319,683	60,760,972
Cost of Shares of Beneficial Interest Redeemed	(50,284,321)	(115,603,942)
Net Increase (Decrease) from Transactions in Shares of Beneficial Interest	(27,671,209)	1,280,652
Total Decrease in Net Assets	(42,691,314)	(54,276,509)
NET ASSETS		
Beginning of Period	386,688,937	440,965,446
End of Period	$343,997,623	$386,688,937
Undistributed Net Investment Income	$653,902	$282,245
TRANSACTIONS IN SHARES OF BENEFICIAL INTEREST		
Shares of Beneficial Interest Sold	984,372	2,355,341
Shares of Beneficial Interest Reinvested	14,080	2,789,586
Shares of Beneficial Interest Redeemed	(2,196,702)	(4,911,936)
Net Increase (Decrease) in Shares of Beneficial Interest	(1,198,250)	232,991

</TABLE>

J.P. MORGAN U.S. EQUITY FUND
FINANCIAL HIGHLIGHTS

SELECTED DATA FOR A SHARE OUTSTANDING THROUGHOUT EACH PERIOD ARE AS FOLLOWS:

<TABLE>
<CAPTION>

<S>	FOR THE SIX MONTHS ENDED NOVEMBER 30, 2000 (UNAUDITED) <C>	FOR THE YEARS ENDED MAY 31 2000 <C>	1999 <C>	1998 <C>	1997 <C>	1996 <C>
NET ASSET VALUE, BEGINNING OF PERIOD	$21.71	$25.09	$25.66	$24.63	$22.15	$19.42
INCOME FROM INVESTMENT OPERATIONS						
Net Investment Income	0.04	0.15	0.18	0.18	0.25	0.38
Net Realized and Unrealized Gain (Loss) on Investment	(1.02)	0.41	3.91	5.92	4.72	4.23
Total From Investment Operations	(0.98)	0.56	4.09	6.10	4.97	4.61
LESS DISTRIBUTIONS TO SHAREHOLDERS FROM						
Net Investment Income	(0.02)	(0.16)	(0.19)	(0.23)	(0.36)	(0.29)
Net Realized Gain	-	(3.78)	(4.47)	(4.84)	(2.13)	(1.59)
Total Distributions to Shareholders	(0.02)	(3.94)	(4.66)	(5.07)	(2.49)	(1.88)
NET ASSET VALUE, END OF PERIOD	$20.71	$21.71	$25.09	$25.66	$24.63	$22.15
RATIOS AND SUPPLEMENTAL DATA						
Total Return	(4.52)%(a)	2.20%	18.39%	28.35%	25.00%	25.18%
Net Assets, End of Period (in thousands)	$343,998	$386,689	$440,965	$448,144	$362,603	$330,014
Ratios to Average Net Assets						
Net Expenses	0.79%(b)	0.78%	0.79%	0.78%	0.80%	0.81%
Net Investment Income	0.37%(b)	0.59%	0.70%	0.71%	1.13%	1.87%

</TABLE>

(a) Not annualized
(b) Annualized

J.P. MORGAN U.S. EQUITY FUND
NOTES TO FINANCIAL STATEMENTS (UNAUDITED)

NOVEMBER 30, 2000

1. ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

ORGANIZATION--The J.P. Morgan U.S. Equity Fund (the "Fund") is a separate series of the J.P. Morgan Funds, a Massachusetts business trust (the "Trust"). The Trust is registered under the Investment Company Act of 1940, as amended, as an open-end management investment company. The Fund, prior to its tax-free reorganization on July 18, 1993, to a series of the Trust, operated as a stand-alone mutual fund.

The Fund invests all of its investable assets in The U.S. Equity Portfolio (the "Portfolio"), a diversified open-end management investment company having the same investment objective as the Fund. The value of such investment included in the Statement of Assets and Liabilities reflects the Fund's proportionate interest in the net assets of the Portfolio (approximately 65% at November 30, 2000). The performance of the Fund is directly affected by the performance of the Portfolio. The financial statements of the Portfolio, including the Schedule of Investments, are included elsewhere in this report and should be read in conjunction with the Fund's financial statements.

The preparation of financial statements in accordance with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts and disclosures. Actual amounts could differ from those estimates. The following is a summary of the significant accounting policies of the Fund:

SECURITY VALUATION--Valuation of securities by the Portfolio is discussed in Note 1 of the Portfolio's Notes to Financial Statements that are included elsewhere in this report.

INVESTMENT INCOME--The Fund earns income, net of expenses, daily on its investment in the Portfolio. All net investment income, realized and unrealized gains and losses of the Portfolio are allocated pro-rata among the Fund and other investors in the Portfolio at the time of such determination.

EXPENSES--Expenses incurred by the Trust with respect to any two or more Funds in the Trust are allocated in proportion to the net assets of each Fund in the Trust, except where allocations of direct expenses to each Fund can otherwise be made fairly.

INCOME TAX STATUS--It is the Fund's policy to distribute all net investment income and net realized gains to shareholders and to otherwise qualify as a regulated investment company under the provisions of the Internal Revenue Code. Accordingly, no provision has been made for federal or state income taxes.

DISTRIBUTIONS TO SHAREHOLDERS--Distributions to a shareholder are recorded on the ex-dividend date. Distributions from net investment income are declared and paid quarterly. Distributions from net realized gains, if any, are paid annually.

2. TRANSACTIONS WITH AFFILIATES

ADMINISTRATIVE SERVICES--The Trust has an Administrative Services Agreement (the "Services Agreement") with Morgan Guaranty Trust Company of New York ("Morgan") under which Morgan is responsible for certain aspects of the administration and operation of the Fund. Under the Services Agreement, the Fund has agreed to pay Morgan a fee equal to its allocable share of an annual complex-wide charge. This charge is calculated based on the aggregate average daily net assets of the Trust and certain other registered investment companies for which J.P. Morgan Investment Management, Inc. ("JPMIM") acts as investment advisor in accordance with the following annual schedule: 0.09% on the first $7 billion of their aggregate average daily net assets and 0.04% of their aggregate average daily net assets in excess of $7 billion less the complex-wide fees payable to Funds Distributor, Inc. The portion of this charge payable by the Fund is determined by the proportionate share that its net assets bear to the net assets of the Trust and certain other investment companies for which Morgan provides similar services.

ADMINISTRATION--The Trust has retained Funds Distributor, Inc. ("FDI"), a registered broker-dealer, to serve as the co-administrator and distributor for the Fund. Under a Co-Administration Agreement between FDI and the Trust, FDI provides administrative services necessary for the operations of the Fund, furnishes office space and facilities required for conducting the business of the Fund and pays the compensation of the Fund's officers affiliated with FDI. The Fund has agreed to pay FDI fees equal to its allocable share of an annual complex-wide charge of $425,000 plus FDI's out-of-pocket expenses. The portion of this charge payable by the Fund is determined by the proportionate share that its net assets bear to the net assets of the Trust and certain other investment companies for which FDI provides similar services.

SHAREHOLDER SERVICING--The Trust has a Shareholder Servicing Agreement with Morgan under which Morgan provides account administration and personal account maintenance service to Fund shareholders. The agreement provides for the Fund to pay Morgan a fee for these services

2. TRANSACTIONS WITH AFFILIATES (CONTINUED)

that is computed daily and paid monthly at an annual rate of 0.25% of the average daily net assets of the Fund.

Morgan, Charles Schwab & Co. ("Schwab") and the Trust are parties to separate services and operating agreements (the "Schwab Agreements") whereby Schwab makes Fund shares available to customers of investment advisors and other financial intermediaries who are Schwab's clients. The Fund is not responsible for payments to Schwab under the Schwab Agreements; however, in the event the services agreement with Schwab is terminated for reasons other than a breach by Schwab and the relationship between the Trust and Morgan is terminated, the Fund would be responsible for the ongoing payments to Schwab with respect to pre-termination shares.

FUND SERVICES--The Trust has a Fund Services Agreement with Pierpont Group, Inc. ("PGI") to assist the Trustees in exercising their overall supervisory responsibilities for the Trust's affairs. The Trustees of the Trust represent all the existing shareholders of PGI.

TRUSTEES--Each Trustee receives an aggregate annual fee of $75,000 for serving on the boards of the Trust, the J.P. Morgan Institutional Funds, and other registered investment companies in which they invest. The Trustees' fees and expenses shown in the financial statements represent the Fund's allocated portion of the total Trustees' fees and expenses. The Trust's Chairman and Chief Executive Officer also serves as Chairman of PGI and receives compensation and employee benefits from PGI. The allocated portion of such compensation and benefits included in the Fund Services Fee shown on the Statement of Operations was $500.

3. BANK LOANS

The Fund may borrow money for temporary or emergency purposes, such as funding shareholder redemptions. Effective May 23, 2000, the Fund, along with certain other Funds managed by JPMIM, entered into a $150,000,000 bank line of credit agreement with DeutscheBank. Borrowings under the agreement will bear interest at approximate market rates. A commitment fee is charged at an annual rate of 0.085% on the unused portion of the committed amount.

4. CONCENTRATIONS OF RISK

From time to time, the Fund may have a concentration of several shareholders holding a significant percentage of shares outstanding. Investment activities of these shareholders could have a material impact on the Fund.

5. SUBSEQUENT EVENTS

The merger of J.P. Morgan & Co. Incorporated, the former parent company of the Fund's adviser, J.P. Morgan Investment Management, Inc. ("JPMIM"), with and into The Chase Manhattan Corporation was consummated on December 31, 2000. J.P. Morgan Chase & Co. will be the new parent company of JPMIM, which will continue to serve as the Fund's adviser.

THE U.S. EQUITY PORTFOLIO
Semi-annual Report November 30, 2000

(The following pages should be read in conjunction with J.P. Morgan U.S. Equity Fund Semi-annual Financial Statements)

THE U.S. EQUITY PORTFOLIO
SCHEDULE OF INVESTMENTS (UNAUDITED)

NOVEMBER 30, 2000

<TABLE>
<CAPTION>

SHARES		VALUE
<C>	<S>	<C>
COMMON STOCKS - 96.1%		
CAPITAL MARKETS - 2.5%		
SECURITIES & ASSET MANAGEMENT - 2.5%		
119,700	Goldman Sachs Group, Inc. (The)	$ 9,830,363
253,400	TD Waterhouse Group, Inc.(+)	3,357,550
		13,187,913
COMPUTER HARDWARE - 10.0%		
COMPUTER HARDWARE & BUSINESS MACHINES - 10.0%		
7,300	Avaya Inc.(+)	85,319
414,800	Cisco Systems Inc.(s)(+)	19,858,550
232,400	Compaq Computer Corp.	4,996,600
47,100	Dell Computer Corp.(+)	906,675
104,500	EMC Corp. (Mass.)(+)	7,772,188
69,600	Hewlett-Packard Co.	2,201,100
202,500	Quantum Corp. - DLT & Storage Systems(+)	2,733,750
186,900	Sun Microsystems, Inc.(s)(+)	14,216,081
		52,770,263
CONSUMER CYCLICAL - 2.6%		
HOTELS - 0.5%		
58,700	Marriott International, Inc.	2,432,381
MOTOR VEHICLES & PARTS - 1.8%		
66,400	Dana Corp.	1,112,200
167,500	Delphi Automotive Systems	2,313,594
93,492	Ford Motor Company	2,126,943
23,800	General Motors Corp.	1,178,100
129,800	Lear Corp.(+)	2,839,375
		9,570,212
RESTAURANTS - 0.3%		
57,000	McDonald's Corp.	1,816,875
		13,819,468
CONSUMER SERVICES - 2.9%		
ENTERTAINMENT - 0.7%		
76,900	Viacom, Inc. Cl B(+)	3,931,512
MEDIA - 2.2%		
104,200	AT&T Corp. - Liberty Media Group Cl A(+)	1,413,213
40,758	Charter Communications, Inc.(+)	804,971
93,800	Comcast Corp. Cl A(+)	3,605,438
106,400	News Corp. Ltd. (The) ADR(i)	3,710,699
27,700	Time Warner Inc.	1,717,400
		11,251,721

		15,183,233
CONSUMER STABLE - 6.1%		
HOME PRODUCTS - 4.0%		
52,800	Clorox Company	2,359,500
62,700	Estee Lauder Companies, Inc.	2,715,694
SHARES		VALUE
153,400	Gillette Company	$ 5,196,425
142,000	Procter & Gamble Co. (The)	10,632,250
		20,903,869
TOBACCO - 2.1%		
295,300	Philip Morris Companies Inc.	11,276,769
		32,180,638
ENERGY - 6.1%		
ENERGY RESERVES & PRODUCTION - 4.7%		
44,500	Anadarko Petroleum Corp.	2,647,750
37,900	Chevron Corp.	3,103,063
217,548	Exxon Mobil Corp.(s)	19,144,223
		24,895,036
OIL REFINING - 0.3%		
24,100	Texaco Inc.	1,399,306
OIL SERVICES - 1.1%		
109,900	Baker Hughes Inc.	3,633,569
108,600	Global Marine Inc.(+)	2,382,413
		6,015,982
		32,310,324
FINANCE - 11.4%		
BANKS - 4.1%		
223,100	Amsouth Bancorporation	3,318,613
81,566	Citigroup Inc.	4,063,006
103,000	First Union Corp.	2,587,875
608,000	Firstar Corp.(s)	11,780,000
		21,749,494
FINANCIAL SERVICES - 6.8%		
219,900	Associates First Capital Corp.	7,765,219
69,900	Capital One Financial Corp.	3,901,294
95,900	Countrywide Credit Industries, Inc.	3,560,288
43,100	Federal Home Loan Mortgage Corp.	2,604,856
331,700	General Electric Co. (U.S.)(s)	16,439,880
14,700	Providian Financial Corp.	1,323,000
		35,594,537
THRIFTS - 0.5%		
56,300	Washington Mutual, Inc.	2,558,131
		59,902,162
HEALTH SERVICES & SYSTEMS - 1.5%		
MEDICAL PRODUCTS & SUPPLIES - 1.5%		
38,700	Bard (C.R.), Inc.	1,905,975
89,100	Becton Dickinson & Co.	3,029,400
53,200	Medtronic, Inc.	2,832,900
		7,768,275
INDUSTRIAL CYCLICAL - 10.0%		
CHEMICALS - 2.0%		
205,300	Air Products & Chemicals, Inc.	7,070,019

</TABLE>

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

THE U.S. EQUITY PORTFOLIO
SCHEDULE OF INVESTMENTS (UNAUDITED)

(Continued)

NOVEMBER 30, 2000
<TABLE>
<CAPTION>

SHARES		VALUE
<C> <S>		<C>
112,700	Rohm and Haas Co.	$ 3,352,825
		10,422,844
DEFENSE/AEROSPACE - 0.7%		
74,600	Honeywell Inc.	3,636,750
ELECTRICAL EQUIPMENT - 2.2%		
36,000	Corning Inc.	2,106,000
9,900	Corvis Corp.(+)	285,244
100,200	Level 3 Communications, Inc.(+)	2,692,875
142,400	Nortel Networks Corp.	5,375,600
12,500	QUALCOMM Inc.(+)	1,003,125
		11,462,844
ENVIRONMENTAL SERVICES - 0.6%		
139,757	Waste Management, Inc.	3,345,433
HEAVY ELECTRICAL EQUIPMENT - 0.6%		
71,600	Cooper Industries, Inc.	2,922,175
INDUSTRIAL PARTS - 2.7%		
281,092	Tyco International Ltd.(i)(s)	14,827,602
MINING & METALS - 0.7%		
61,764	Alcoa Inc.	1,740,973
110,186	Allegheny Technologies Inc.	2,189,947
		3,930,920
RAILROADS - 0.5%		
51,900	Union Pacific Corp.	2,413,350
		52,961,918
INSURANCE - 4.9%		
LIFE & HEALTH INSURANCE - 1.8%		
45,100	CIGNA Corp.	5,941,925
118,600	MetLife, Inc.(+)	3,513,525
		9,455,450
PROPERTY AND CASUALTY INSURANCE - 3.1%		
137,800	Allstate Corp.	5,270,850
83,400	Ambac Financial Group, Inc.	6,369,675
57,300	XL Capital Ltd. Cl A(i)	4,573,256
		16,213,781
		25,669,231
PHARMACEUTICALS - 11.3%		
DRUGS - 11.3%		
125,200	Alza Corp.(+)	5,555,750
62,300	American Home Products Corp.	3,745,788
61,700	Bristol-Myers Squibb Co.	4,276,581
88,500	Lilly (Eli) & Co.	8,291,344
64,900	Merck & Co., Inc.	6,015,419
269,800	Pfizer, Inc.(s)	11,955,512
181,675	Pharmacia Corp.	11,082,175
153,600	Schering-Plough Corp.	8,611,200
		59,533,769

SHARES		VALUE
RETAIL - 5.0%		
CLOTHING STORES - 1.5%		
102,400	Abercrombie & Fitch Co. Cl A(+)	$ 2,137,600
110,400	Gap, Inc. (The)	2,753,100
110,300	TJX Companies, Inc. (The)	2,826,438
		7,717,138
DEPARTMENT STORES - 1.9%		
110,000	Target Corp.	3,306,875
136,800	Wal-Mart Stores, Inc.	7,139,249
		10,446,124
SPECIALTY STORES - 1.6%		
56,100	Best Buy Co., Inc.(+)	1,444,575
175,300	Home Depot, Inc.	6,869,569
		8,314,144
		26,477,406
SEMICONDUCTORS - 4.4%		
SEMICONDUCTORS - 4.4%		
39,500	Altera Corp.(+)	945,531
6,200	Broadcom Corp.(+)	604,500
243,500	Intel Corp.(s)	9,268,219
2,400	Lattice Semiconductor Corp.(+)	39,900
36,700	Linear Technology Corp.(+)	1,736,369
35,000	Maxim Integrated Products, Inc.(+)	1,785,000
55,000	Micron Technology, Inc.(+)	1,732,500
17,200	SDL, Inc.(+)	3,126,100
59,500	Texas Instruments Inc.	2,220,094
40,000	Xilinx, Inc.(+)	1,560,000
		23,018,213
SOFTWARE & SERVICES - 9.0%		
COMPUTER SOFTWARE - 7.7%		
40,200	BEA Systems, Inc.(+)	2,354,213
85,100	Gemstar International Group Ltd.(+)	3,462,506
23,800	International Business Machines Corp.	2,225,300
276,000	Microsoft Corp.(s)(+)	15,835,500
160,400	NCR Corp.(+)	7,578,900
141,400	Oracle Corp.(+)	3,747,100
135,200	Parametric Technology Corp.(+)	1,504,100
41,078	Veritas Software Corp.(+)	4,007,672
		40,715,291
INTERNET - 1.3%		
21,900	Akamai Technologies, Inc.(+)	629,625
61,800	America Online, Inc.(+)	2,509,698
380,400	E*trade Group Inc.(+)	3,043,200
18,000	eBay Inc.(+)	617,625
		6,800,148
		47,515,439

</TABLE>

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

<TABLE>
<CAPTION>

SHARES/PRINCIPAL AMOUNT VALUE

<C> <S> <C>

TELECOMMUNICATIONS - 5.1%		
TELEPHONE - 4.2%		
109,290	Qwest Communications International Inc.(+)	$ 4,125,698
189,600	SBC Communications Inc.(s)	10,416,149
103,300	Verizon Communications	5,804,169
113,450	WorldCom, Inc.(+)	1,694,659
		22,040,675
WIRELESS TELECOMMUNICATIONS - 0.9%		
72,500	Nextel Communications, Inc.(+)	2,247,500
114,600	Sprint Corp. (PCS Group)(+)	2,599,988
		4,847,488
		26,888,163
UTILITIES - 3.3%		
ELECTRICAL UTILITY - 3.3%		
95,100	Ameren Corp.	4,220,062
70,900	C P & L Energy Inc.	3,061,994
72,800	DTE Energy Company	2,761,850
68,300	Dynegy Inc. Cl A	3,022,275
100,200	Entergy Corp.	4,120,725
		17,186,906
TOTAL COMMON STOCKS		506,373,321
(Cost $426,829,334)		
SHORT-TERM INVESTMENTS - 3.9%		
INVESTMENT COMPANIES - 3.4%		
18,245,417	J.P. Morgan Institutional Prime Money Market Fund(a)	18,245,416
U.S. TREASURY SECURITIES - 0.5%		
$2,450,000	U.S. Treasury Notes, 5.25%, 5/31/01(s)	2,438,510
TOTAL SHORT-TERM INVESTMENTS		20,683,926
(Cost $20,676,924)		
TOTAL INVESTMENT SECURITIES - 100.0%		$527,057,247
(Cost $447,506,258)		

FUTURES CONTRACTS

PURCHASED	EXPIRATION DATE	UNDERLYING FACE AMOUNT AT VALUE	UNREALIZED DEPRECIATION
45 S&P 500 Index	December 2000	$14,866,875	$(1,006,998)

</TABLE>
ADR - American Depositary Receipt
(a) Money Market mutual fund registered under the Investment Company Act of 1940, as amended, and advised by J.P. Morgan Investment Management, Inc.
(i) Foreign security
(s) Security is fully or partially segregated with custodian as collateral for futures or with brokers as initial margin for futures contracts.
(+) Non-income producing security.

THE U.S. EQUITY PORTFOLIO
STATEMENT OF ASSETS AND LIABILITIES (UNAUDITED)

NOVEMBER 30, 2000
<TABLE>
<CAPTION>
<S> <C>
ASSETS

Investments at Value (Cost $447,506,258)	$527,057,247
Cash	844,092
Dividend and Interest Receivable	659,002
Prepaid Trustees' Fees and Expenses	5,536
Prepaid Expenses and Other Assets	2,558
TOTAL ASSETS	528,568,435
LIABILITIES	
Advisory Fee Payable	183,688
Variation Margin Payable	155,250
Administrative Service Fees Payable	10,894
Administration Fee Payable	621
Fund Services Fee Payable	373
Accrued Expenses and Other Liabilities	83,742
TOTAL LIABILITIES	434,568
NET ASSETS	
Applicable to Investors' Beneficial Interests	$528,133,867

</TABLE>

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

THE U.S. EQUITY PORTFOLIO
STATEMENT OF OPERATIONS (UNAUDITED)

FOR THE SIX MONTHS ENDED NOVEMBER 30, 2000

<TABLE>

<S>	<C>
INVESTMENT INCOME	
INCOME	
Dividend Income (Net of Foreign Withholding Tax of $2,313)	$ 3,149,536
Interest Income	383,715
Dividend Income from Affiliated Investments (includes reimbursement from affiliate of $6,496)	9,096
Investment Income	3,542,347
EXPENSES	
Advisory Fee	1,223,277
Custodian Fees and Expenses	82,972
Administrative Services Fee	73,354
Professional Fee	22,417
Printing Expenses	4,590
Fund Services Fee	4,344
Trustees' Fees and Expenses	2,985
Administration Fee	1,862
Miscellaneous	833
Total Expenses	1,416,634
NET INVESTMENT INCOME	2,125,713
REALIZED AND UNREALIZED GAIN (LOSS)	
NET REALIZED GAIN (LOSS) ON	
Investment Transactions	8,768,267
Futures Contracts	(826,470)
Net Realized Gain	7,941,797
NET CHANGE IN UNREALIZED APPRECIATION (DEPRECIATION) ON	
Investments	(28,810,550
Futures Contracts	(1,014,979)
Net Change in Unrealized Appreciation (Depreciation)	(29,825,529)
NET DECREASE IN NET ASSETS RESULTING FROM OPERATIONS	$(19,758,019)

</TABLE>

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

THE U.S. EQUITY PORTFOLIO
STATEMENT OF CHANGES IN NET ASSETS

FOR THE SIX MONTHS ENDED NOVEMBER 30, 2000 (UNAUDITED)
AND THE YEAR ENDED MAY 31, 2000
<TABLE>
<CAPTION>

DECREASE IN NET ASSETS FROM OPERATIONS	NOVEMBER 30, 2000	MAY 31, 2000
<S>	<C>	<C>
Net Investment Income	$ 2,125,713	$ 6,243,239
Net Realized Gain on Investment and Futures Transactions	7,941,797	38,139,068
Net Change in Unrealized Appreciation on Investments and Futures Contracts.	(29,825,529)	(24,780,825)
Net Increase (Decrease) in Net Assets Resulting from Operations	(19,758,019)	19,601,482
TRANSACTIONS IN INVESTORS' BENEFICIAL INTERESTS		
Contributions	35,551,555	207,425,150
Withdrawals	(115,879,052)	(318,237,694)
Net Decrease from Transactions in Investors' Beneficial Interests	(80,327,497)	(110,812,544)
Total Decrease in Net Assets	(100,085,516)	(91,211,062)
NET ASSETS		
Beginning of Period	628,219,383	719,430,445
End of Period	$528,133,867	$628,219,383

</TABLE>
<TABLE>
<CAPTION>
SUPPLEMENTARY DATA

	FOR THE SIX MONTHS ENDED NOVEMBER 30, 2000 (UNAUDITED)	FOR THE YEARS ENDED MAY 31 2000	1999	1998	1997	1996
RATIOS TO AVERAGE NET ASSETS						
<S>	<C>	<C>	<C>	<C>	<C>	<C>
Net Expenses	0.47%(a)	0.46%	0.47%	0.47%	0.47%	0.46%
Net Investment Income	0.70%(a)	0.90%	1.03%	1.01%	1.44%	2.20%
Portfolio Turnover	38%(b)	89%	84%	106%	99%	85%

</TABLE>
(a) Annualized
(b) Not annualized

THE U.S. EQUITY PORTFOLIO
NOTES TO FINANCIAL STATEMENTS (UNAUDITED)

NOVEMBER 30, 2000

1. ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

ORGANIZATION--The U.S. Equity Portfolio (the "Portfolio") is registered under the Investment Company Act of 1940, as amended, as a no-load, diversified, open-end management investment company which was organized as a trust under the laws of the State of New York. The Portfolio commenced operations on July 19, 1993. The Portfolio's investment objective is to provide a high total return from a portfolio of selected equity securities. The Declaration of Trust permits the Trustees to issue an unlimited number of beneficial interests in the Portfolio.

The preparation of financial statements in accordance with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts and disclosures. Actual amounts could differ from those estimates. The following is a summary of the significant accounting policies of the Portfolio:

SECURITY VALUATIONS--Securities traded on principal securities exchanges are valued at the last reported sales price, or mean of the latest bid and asked prices when no last sales price is available. Securities traded over-the-counter and certain foreign securities are valued at the quoted bid price from a market maker or dealer. When valuations are not readily available, securities are valued at fair value as determined in accordance with procedures adopted by the Trustees. All short-term securities, with a remaining maturity of sixty days or less are valued using the amortized cost method.

SECURITY TRANSACTIONS--Security transactions are accounted for as of the trade date. Realized gains and losses are determined on the identified cost basis, which is also used for federal income tax purposes.

INVESTMENT INCOME--Dividend income less foreign taxes withheld (if any) is recorded as of the ex-dividend date or as of the time that the relevant ex-dividend and amount becomes known. Interest income is recorded on the accrual basis and includes accretion of discounts and amortization of premiums.

FUTURES CONTRACTS--The Portfolio may enter into futures contracts in order to hedge existing portfolio securities, or securities the Portfolio intends to purchase, against fluctuations in value caused by changes in prevailing market interest rates or securities movements and to manage exposure to changing interest rates and securities prices. The risks of entering into futures contracts include the possibility that the change in value of the contract may not correlate with the changes in value of the underlying securities. Upon entering into a futures contract, the Portfolio is required to deposit either cash or securities in an amount equal to a certain percentage of the contract value (initial margin). Subsequent payments (variation margin) are made or received daily, in cash, by the Portfolio. The variation margin is equal to the daily change in the contract value and is recorded as unrealized gain or loss. The Portfolio will recognize a gain or loss when the contract is closed or expires.

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

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2. TRANSACTIONS WITH AFFILIATES

ADVISORY--The Portfolio has an Investment Advisory Agreement with J.P. Morgan Investment Management, Inc. ("JPMIM"), an affiliate of Morgan Guaranty Trust Company of New York ("Morgan") and a wholly owned subsidiary of J.P. Morgan & Co. Incorporated ("J.P. Morgan"). Under the terms of the agreement, the Portfolio pays JPMIM at an annual rate of 0.40% of the Portfolio's average daily net assets.

The Portfolio may invest in one or more affiliated money market funds: J.P. Morgan Institutional Prime Money Market Fund, J.P. Morgan Institutional Tax Exempt Money Market Fund, J.P. Morgan Institutional Federal Money Market Fund and J.P. Morgan Institutional Treasury Money Market Fund. The Advisor has agreed to reimburse its advisory fee from the Portfolio in an amount to offset any investment advisory, administrative fee and shareholder servicing fees related to a Portfolio investment in an affiliated money market fund. The amount listed on the Statement of Operations as Dividend Income from Affiliated Investment is the amount the Fund earned.

ADMINISTRATIVE SERVICES--The Portfolio has an Administrative Services Agreement (the "Services Agreement") with Morgan under which Morgan is responsible for certain aspects of the administration and operation of the Portfolio. Under the Services Agreement, the Portfolio has agreed to pay Morgan a fee equal to its

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2. TRANSACTIONS WITH AFFILIATES (CONTINUED)

allocable share of an annual complex-wide charge. This charge is calculated based on the aggregate average daily net assets of the Portfolio and certain other registered investment companies for which JPMIM acts as investment advisor in accordance with the following annual schedule: 0.09% on the first $7 billion of their aggregate average daily net assets and 0.04% of their aggregate average daily net assets in excess of $7 billion less the complex-wide fees payable to Funds Distributor, Inc. The portion of this charge payable by the Portfolio is determined by the proportionate share that its net assets bear to the net assets of the Trust and certain other investment companies for which Morgan provides similar services.

ADMINISTRATION--The Portfolio has retained Funds Distributor, Inc. ("FDI"), a registered broker-dealer, to serve as the co-administrator and distributor for the Fund. Under a Co-Administration Agreement between FDI and the Portfolio, FDI provides administrative services necessary for the operations of the Portfolio, furnishes office space and facilities, required for conducting the business of the Portfolio and pays the compensation of the Portfolio's officers affiliated with FDI. The Portfolio has agreed to pay FDI fees equal to its allocable share of an annual complex-wide charge of $425,000 plus FDI's out-of-pocket expenses. The portion of this charge payable by the Portfolio is determined by the proportionate share that its net assets bear to the net assets of the Trust and certain other investment companies for which FDI provides similar services.

FUND SERVICES--The Portfolio has a Fund Services Agreement with Pierpont Group, Inc. ("PGI") to assist the Trustees in exercising their overall supervisory responsibilities for the Portfolio's affairs. The Trustees of the Portfolio represent all the existing shareholders of PGI.

TRUSTEES--Each Trustee receives an aggregate annual fee of $75,000 for serving on the boards of the Portfolio, the J.P. Morgan Funds, the J.P. Morgan Institutional Funds, and other registered investment companies in which they invest. The Trustees' fees and expenses shown in the financial statements represent the Fund's allocated portion of the total Trustees' fees and expenses. The Trust's Chairman and Chief Executive Officer also serves as Chairman of PGI and receives compensation and employee benefits from PGI. The allocated portion of such compensation and benefits included in the Fund Services Fee shown on the Statement of Operations was $800.

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3. INVESTMENT TRANSACTIONS

During the six months ended November 30, 2000, the Portfolio purchased $226,149,460 of investment securities and sold $342,282,348 of investment securities other than U.S. government securities and short-term investments.

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4. CREDIT AGREEMENT

The Portfolio is party to a revolving line of credit agreement (the "Agreement") as discussed more fully in Note 3 of the Fund's Notes to the Financial Statements, which are included elsewhere in this report.

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5. SUBSEQUENT EVENTS

The merger of J.P. Morgan & Co. Incorporated, the former parent company of the Fund's adviser, J.P. Morgan Investment Management, Inc. ("JPMIM"), with and into The Chase Manhattan Corporation was consummated on December 31, 2000. J.P. Morgan Chase & Co. will be the new parent company of JPMIM, which will continue to serve as the Fund's adviser.

[back cover]

J.P. MORGAN FUNDS

Federal Money Market Fund

Prime Money Market Fund

Emerging Market Debt Fund

Tax Aware Enhanced Income Fund:
Select Shares

Tax Exempt Money Market Fund

Short Term Bond Fund

Bond Fund

Global Strategic Income Fund

Tax Exempt Bond Fund

California Bond Fund:
Select Shares

New York Tax Exempt Bond Fund

Diversified Fund

Disciplined Equity Fund

Tax Aware Small Company Opportunities Fund:
Select Shares

Tax Aware U.S. Equity Fund:
Select Shares

U.S. Equity Fund

U.S. Small Company Fund

U.S. Small Company Opportunities Fund

Emerging Markets Equity Fund

European Equity Fund

Global 50 Fund: Select Shares

Global Healthcare Fund:
Select Shares

International Equity Fund

International Opportunities Fund

For more information on the J.P. Morgan Funds, call J.P. Morgan Funds Services at (800) 521-5411.

Morgan Guaranty Trust Company
500 Stanton Christiana Road
Newark, Delaware 19713-2107

MAILING INFORMATION

IN-SAN-24244 0101