

SECURITIES AND EXCHANGE COMMISSION

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FILER

PRUDENTIAL FLEXIFUND

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Prudential
FlexiFund
Conservatively Managed
Portfolio
Strategy Portfolio

Prudential Mutual Funds
BUILDING YOUR FUTURE
(LOGO)
ON OUR STRENGTH

LETTER TO SHAREHOLDERS

March 14, 1994

The Prudential FlexiFund is comprised of the Conservatively Managed Portfolio and the Strategy Portfolio. Each Portfolio invests in a combination of stocks and bonds as well as cash and money market instruments and allocates assets according to prevailing market conditions. Both portfolios seek a high total return but with different degrees of risk.

<TABLE>
<CAPTION>

	FlexiFund Total Returns						
	Historical (as of 1/31/94) (1)			Average Annual (as of 12/31/93) (2)			
	6-Mo.	1-Yr.	5-Yr.	Since Incep.*	1-Yr.	5-Yr.	Since Incep.*
<S>	<C>	<C>	<C>	<C>	<C>	<C>	<C>
Cons. Man.							
Class A	5.88%	14.2%	N/A	63.4%	8.7%	N/A	11.3%
Class B	5.41%	13.3%	72.8%	75.3%	8.8%	11.7%	9.1%
Strategy							
Class A	8.50%	14.1%	N/A	61.2%	7.2%	N/A	10.8%
Class B	8.09%	13.3%	77.0%	79.9%	7.2%	11.8%	9.4%

Past performance is no 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.

(1)Source: Lipper Analytical Services, Inc. These figures do not take into account sales charges. The Fund charges a maximum front-end sales load of 5.25% (Class A). Class B shares are subject to a declining contingent deferred sales charge of 5%, 4%, 3%, 2%, 1% and 1% for the first 6 years.

(2)Source: Prudential Mutual Fund Management, Inc. These averages take into account applicable sales charges.

Inception: 1/22/90 Class A; 9/15/87 Class B.

Understanding Performance

Historical Investment Results represent the cumulative total returns for a specified period. These returns assume the reinvestment of dividends and distributions but do not take into account applicable sales charges.

Average Annual Total Returns are not actual yearly results but even out performance so that investors can compare different funds on an equal basis. These returns take into account sales charges and would produce the same results as the historic total returns for the same period if performance had been constant.

THE MARKETS

In the second half of 1993, stocks rose in many world markets and long-term interest rates in the U.S. remained at their lowest levels since the 1960s. Despite a strengthening economy, U.S. corporations continued to restructure and downsize. American consumers also became more budget conscious as computer manufacturers, tobacco companies and restaurants found they had to compete on price rather than just brand names. Japan remained in an economic slump as government pledges to revive the economy rang hollow. Finally, oil prices hit their ten year lows.

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The 1993 bond rally lost momentum in the fourth quarter when it was clear the economy was strengthening, causing concern that the Federal Reserve would be forced to raise interest rates. For the year, corporate bonds performed especially well, and mortgage-backed securities trailed the pack after a tidal wave of refinancings.

THE CONSERVATIVELY MANAGED PORTFOLIO

The Conservatively Managed Portfolio seeks a high total return consistent with moderate risk. The weighted average maturity of the Portfolio's debt securities is generally shorter than that of the Strategy Portfolio. In

addition, the equity and debt securities are generally those of larger more mature companies and are subject to less price volatility than those held in the Strategy Portfolio.

(CHART)

At the end of January 1994, the Portfolio's net asset value was \$11.69 per Class A and \$11.65 per Class B share. During the six months ended January 31, 1994, the Portfolio paid dividends and distributions totaling \$.73 and \$.69, respectively.

Portfolio Strategy

For the second half of 1993, we sold bonds on interest rate rallies and overweighted in stocks, while our cash position remained low. The declining interest rates also made stocks more attractive. However, as interest rates began rising, we reduced our equity position to 46.6%, increased our bond holdings to 38.3% and raised our cash position to 15.1% as of January 31, 1994.

Going forward in 1994, we favor stocks over bonds and short term securities. Even though we do not expect stocks to repeat their 1993 performance, we still think they should outperform bonds. Although inflation is low, the upturn in business activity should preclude a repeat of 1993's bond gains.

THE STRATEGY PORTFOLIO

The Strategy Portfolio seeks high total return with relatively higher risk than the Conservatively Managed Portfolio. This Portfolio invests in equity securities of major established corporations and smaller, faster growing companies, and a combination of investment grade, high yield and foreign securities. Please note there are also special risks associated with foreign investing such as economic, political and social developments and currency fluctuations. Greg A. Smith, Prudential Securities Incorporated's Chief Investment Strategist, provides sector allocation advice and furnishes economic commentary on the equity and fixed income markets to The Prudential Investment Corporation, your Portfolio's Investment Adviser pursuant to a consulting agreement.

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At the end of January 1994, the Portfolio's net asset value was \$12.37 per Class A and \$12.31 per Class B share. During the six months ended January 31, 1994, the Portfolio paid dividends and distributions totaling \$.44 and \$.42, respectively.

Worldwide Recovery

Anticipating a global economic recovery driven by declining interest rates, the Portfolio's stock allocation was increased from 59 % on July 31, 1993, to 68% on January 31, 1994. As Greg Smith's outlook became increasingly bullish, the Investment Adviser increased the Portfolio's cash position to 11% at January 31, 1994 and increased its equity allocation to as high as 75% at the end of December 1993. The Adviser also sold some interest-sensitive stock holdings, adding economically sensitive sectors and consumer cyclical issues to position the Portfolio for strengthening markets. When it became apparent the U.S. was leading the worldwide economic recovery, the Portfolio's foreign holdings were sold during the third calendar quarter of 1993 in favor of high-yield U.S. corporate bonds.

Going Forward

Based on signs of recovery in the U.S. and abroad, Greg Smith expects relatively stable interest rates and strong equity markets throughout the year. Accordingly, the Fund Adviser has added to positions in economically sensitive areas such as industry, technology and finance. We believe these moves help to position the Strategy Portfolio aggressively for a strong 1994.

As always, it is a pleasure to have you as a Prudential FlexiFund shareholder and to take the opportunity to report our activities to you.

Sincerely,

Lawrence C. McQuade
President

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<TABLE>

PRUDENTIAL FLEXIFUND
CONSERVATIVELY MANAGED PORTFOLIO

Portfolio of Investments
January 31, 1994 (Unaudited)

<CAPTION>

Shares	Description	Value (Note 1)
<C>	<S>	<C>
	LONG-TERM INVESTMENTS--84.8%	
	COMMON STOCKS--46.6%	
	Aerospace/Defense--2.0%	
61,300	Aviall, Inc.*.....	\$ 1,072,750
203,200	Banner Aerospace, Inc.*.....	1,143,000
20,000	Furon Co.....	335,000
56,500	Gencorp, Inc.....	826,312
52,500	General Motors Corp., Class H.....	2,060,625
70,000	Martin Marietta Corp.....	3,141,250

		8,578,937

	Automotive--1.6%	
27,100	Coltec Inds., Inc.*.....	575,875
27,500	Danaher Corp.....	1,034,687
26,000	Ford Motor Co.....	1,742,000
25,000	General Motors Corp.....	1,534,375
64,300	General Motors Corp. Class E.....	1,941,000

		6,827,937

	Chemicals--3.6%	
18,400	Cytec Inds., Inc.*.....	296,705
35,000	Dexter Corp.....	835,625
41,450	Eastman Chemical Co.*.....	1,813,437
70,000	Ferro Corp.....	2,450,000
19,200	FMC Corp.*.....	926,400
35,000	Grace (W.R.) & Co.....	1,596,875
60,000	Hanna (M. A.) Co.....	2,250,000
79,700	Imperial Chemical Ind. (ADR).....	3,885,375
46,600	Vigoro Corp.....	1,467,900

		15,522,317

	Computer and Related Equipment--2.4%	
44,000	Ceridian Corp.*.....	1,001,000
56,900	Diebold, Inc.....	3,243,300
29,100	Digital Equipment Corp.*.....	\$ 880,275
32,200	First Data Corp.....	1,473,150
40,200	Motorola, Inc.....	3,959,700

		10,557,425

	Consumer Products--1.1%	
65,000	Eastman Kodak Co.....	2,868,125
43,900	Newell Co.....	1,838,313

		4,706,438

	Containers & Packaging--0.6%	
64,200	Ball Corp.....	1,693,275
85,000	Owens-Illinois Holdings Corp.*.....	988,125

		2,681,400

	Data Processing & Reproduction--0.4%	
26,100	First Financial Management Corp.....	1,543,163

	Drugs & Health Care--4.8%	
40,000	American Cyanamid Co.....	2,015,000
87,400	HCA Hospital Corp. America*.....	3,397,675
90,900	Healthtrust, Inc.*.....	2,556,563
179,300	National Medical Enterprises, Inc.....	2,846,387
52,700	Schering Plough Corp.....	3,320,100
36,200	Warner Lambert Co.....	2,357,525
117,766	Zeneca Group PLC.....	4,254,297

		20,747,547

	Electronics--1.6%	
43,700	Belden, Inc.*.....	846,687
70,000	Loral Corp.....	2,791,250

80,000	Mark IV Industries, Inc.....	1,650,000
41,600	Perkin Elmer Corp.....	1,627,600

		6,915,537

</TABLE>

-4- See Notes to Financial Statements.

<TABLE>

PRUDENTIAL FLEXIFUND
CONSERVATIVELY MANAGED PORTFOLIO

<CAPTION>

Shares	Description	Value (Note 1)
<C>	<S>	<C>
	Financial Services--5.1%	
55,600	American Express Co.....	\$ 1,820,900
100,000	Dean Witter Discover & Co....	3,837,500
83,200	First Bank System, Inc.....	2,610,400
16,700	First Interstate Bank Corp.....	1,171,087
25,000	ITT Corp.....	2,459,375
110,000	KeyCorp.....	4,070,000
148,000	Norwest Corp.....	3,903,500
100,000	Washington Mutual Savings Bank.....	2,462,500

		22,335,262

	Food & Beverage--1.0%	
47,600	Karcher Carl Enterprises, Inc.....	636,650
70,000	Morrison Restaurants, Inc....	1,750,000
47,000	Sbarro, Inc.....	1,903,500

		4,290,150

	Freight Transportation--1.1%	
50,000	Illinois Central Corp.....	1,875,000
70,000	Ryder System, Inc.....	1,881,250
15,300	Union Pacific Corp.....	1,000,238

		4,756,488

	Home Improvements--0.7%	
70,000	Owens Corning Fiberglass*....	3,158,750

	Hotels & Leisure--0.5%	
75,000	Marriott International, Inc.....	2,203,125

	Insurance--3.3%	
33,600	Berkley (W. R.) Corp.....	1,201,200
64,000	Equitable of Iowa Cos.....	1,864,000
71,000	Life Re.....	1,579,750
40,000	NAC Re Corp.....	1,260,000
60,800	National Re Corp.....	1,763,200
74,700	Reinsurance Group America, Inc.....	1,960,875
124,700	Tig Holdings, Inc.....	2,696,637
51,200	Trenwick Group, Inc.....	1,881,600

		14,207,262

	Machinery & Equipment--1.8%	
49,600	Donaldson Co., Inc.....	\$ 2,337,400
45,000	IDEX Corp.*.....	1,710,000
38,000	Kaydon Corp.....	774,250
85,800	Regal Beloit Corp.....	2,273,700
37,000	Trimas Corp.....	883,375

		7,978,725

	Media--3.7%	
50,000	Houghton Mifflin Co.....	2,250,000
75,000	Media General, Inc.....	2,034,375
60,000	Multimedia, Inc.*.....	2,100,000
6,100	Scholastic Corp.*.....	257,725
135,000	Tele-Communications, Inc.*...	3,678,750
105,400	Time Warner, Inc.....	4,216,000

42,300	Viacom, Inc.*.....	1,469,925

		16,006,775

	Miscellaneous--0.6%	
64,400	BWIP Holding, Inc.....	1,288,000
34,300	York International Corp.....	1,294,825

		2,582,825

	Mining--0.5%	
150,000	INDRESCO, Inc.*.....	2,100,000

	Oil & Gas Exploration/ Production--3.5%	
23,600	Anadarko Petroleum Corp.....	1,121,000
99,800	Basin Exploration, Inc.*.....	1,272,450
40,000	British Petroleum PLC (ADR).....	2,730,000
70,000	Cabot Oil & Gas Corp.....	1,548,750
26,100	Enron Oil & Gas Co.....	1,151,662
35,000	Murphy Oil Corp.....	1,448,125
164,700	Oryx Energy Co.....	2,964,600
37,400	Seagull Energy Corp.*.....	995,775
55,500	Societe Nationale Elf Aquitaine.....	1,998,000
7,100	USX-Delhi Group.....	123,363

		15,353,725

</TABLE>

-5- See Notes to Financial Statements.

<TABLE>

PRUDENTIAL FLEXIFUND
CONSERVATIVELY MANAGED PORTFOLIO

<CAPTION>

Shares	Description	Value (Note 1)
<C>	<S>	<C>
	Paper & Forest Products--1.7%	
90,000	Mead Corp.....	\$ 4,263,750
65,650	Pentair, Inc.....	2,371,606
34,800	Riverwood International Corp.....	661,200

		7,296,556

	Petroleum Services--0.2%	
35,000	Enterra Corp.*.....	721,875

	Retail--1.4%	
55,100	AnnTaylor Stores Corp.*.....	1,177,763
60,000	Caldor Corp.*.....	1,590,000
60,000	Federated Department Stores, Inc.*.....	1,312,500
33,000	Sears Roebuck & Co.....	1,810,875

		5,891,138

	Steel & Metals--0.4%	
17,000	Material Sciences Corp.*.....	446,250
63,100	Wolverine Tube, Inc.....	1,443,413

		1,889,663

	Telecommunications--2.1%	
58,000	Century Telephone Enterprises Inc.....	1,580,500
100,000	MCI Communications Corp.....	2,762,500
37,400	Northern Telecom Ltd.....	1,215,500
40,000	Pacific Telesis Group.....	2,305,000
12,000	Pactel Corp.*.....	303,000
24,900	Rochester Telephone Corp.....	1,083,150

		9,249,650

	Textiles--0.9%	
80,000	Jones Apparel Group, Inc.*...	2,390,000
32,000	VF Corp.....	1,484,000

3,874,000

Total Common Stocks
(cost \$168,839,838)..... 201,976,670

</TABLE>

<TABLE>

<CAPTION>

Moody's Rating	Principal Amount (000)	Description	Value (Note 1)
<S>	<C>	<C>	<C>
		DEBT OBLIGATIONS(a)--38.2%	
		Corporate Bonds--18.9%	
		Airlines--1.0%	
		AMR Corp.,	
Baa3	\$ 1,000	7.75%, 12/1/97.....	\$ 1,037,250
		Delta Air Lines, Inc.,	
Ba1	1,300	7.71%, 5/14/97.....	1,345,500
Ba1	500	7.79%, 12/1/98.....	511,935
Ba1	800	8.63%, 12/12/05.....	854,488
Ba1	500	9.75%, 5/15/21.....	558,100
		Southwest Airlines Co.,	
Baa1	100	9.40%, 7/1/01.....	118,705

			4,425,978

		Cement--0.6%	
		Cemex S.A.,	
NR	750	6.25%, 10/25/95.....	765,000
Ba2	750	8.875%, 6/10/98.....	806,250
Ba2	500	8.75%, 6/10/98.....	537,500
		TOLMEX S.A. de C.V.,	
Ba2	500	8.375%, 11/1/03.....	528,750

			2,637,500

		Chemicals--0.4%	
		Eastman Chemical Co.,	
Baa1	1,500	6.375%, 1/15/04.....	1,498,635

		Computer and Related Equipment--0.7%	
		Comdisco, Inc.,	
Baa2	3,000	8.95%, 5/15/95.....	3,160,740

		Electronics--0.7%	
		Westinghouse Electric Corp.,	
Ba1	1,100	7.75%, 4/15/96.....	1,151,095
Ba1	450	8.70%, 6/20/96.....	478,215

</TABLE>

-6- See Notes to Financial Statements.

<TABLE>

PRUDENTIAL FLEXIFUND
CONSERVATIVELY MANAGED PORTFOLIO

<CAPTION>

Moody's Rating	Principal Amount (000)	Description	Value (Note 1)
<S>	<C>	<C>	<C>
		Electronics--(cont'd)	
		Westinghouse Electric Corp.,	
Ba1	\$ 800	8.875%, 6/1/01.....	\$ 881,832
Baa3	600	8.375%, 6/15/02.....	635,400

			3,146,542

		Financial Services--6.4%	
		ANZ Banking	
A2	1,100	6.25%, 2/1/04.....	1,096,755
		Associates Corp. of North America,	
A1	750	6.875%, 1/15/97.....	790,770
A1	200	8.375%, 1/15/98.....	222,322

NR	1,000	Bancomer S.A., 8.00%, 7/7/98.....	1,047,500
Baa2	1,100	Chrysler Financial Corp., 5.39%, 8/27/96.....	1,112,650
Baa2	3,300	3.8125%, 11/15/96.....	3,298,053
Baa2	1,000	9.50%, 12/15/99.....	1,174,590
Baa1	1,000	Citicorp, 7.80%, 3/24/95.....	1,040,170
A3	1,000	First Union Corp., 9.45%, 6/15/99.....	1,156,540
A2	1,000	Ford Motor Credit Co., 6.25%, 2/26/98.....	1,034,570
Baa1	1,750	General Motors Acceptance Corp., 7.80%, 11/7/96.....	1,866,655
Baa1	2,000	7.50%, 11/4/97.....	2,130,880
Baa1	1,100	8.40%, 10/15/99.....	1,220,582
A1	2,000	Goldman Sachs Group, 6.10%, 4/15/98.....	2,059,560
A3	1,000	Kansallis-Osake- Pankki Bank, 6.125%, 5/15/98.....	1,026,370
A3	1,000	Potomac Capital Investment Corp., 6.19%, 4/28/97.....	1,016,290
Baa2	\$ 2,100	Shawmut National Corp., 8.625%, 12/15/99.....	\$ 2,333,037
A3	1,000	Shearson Lehman Holdings, Inc., 5.75%, 2/15/98.....	1,007,420
A3	2,600	Union Bank Finland, 5.25%, 6/15/96.....	2,607,722
Ba1	400	Westinghouse Credit Corp., 8.75%, 6/3/96.....	425,152
			----- 27,667,588 -----
		Food & Beverage--1.2%	
Baa2	1,000	Borden, Inc., 7.875%, 2/15/23.....	984,410
A3	500	Coca Cola Enterprises, Inc. 6.50%, 11/15/97.....	521,585
NR	850	Fomento Economico Mexicano S.A., 9.50%, 7/22/97.....	926,500
A2	700	Philip Morris Cos, Inc., 8.75%, 6/15/97.....	777,714
Aa2	1,700	Procter & Gamble Co., 9.36%, 1/1/21.....	2,162,825
			----- 5,373,034 -----
		Insurance--0.2%	
A1	1,000	Zurich Reinsurance Centre Holdings, Inc., 7.125%, 10/15/23.....	963,810
		Media--2.2%	
Ba2	1,500	Grupo Televisa, Sa De Euro, M.T.N., 10.00%, 11/9/97.....	1,661,250
Ba1	300	News America Holdings, Inc., 7.50%, 3/1/00.....	314,055
Ba1	1,000	7.45%, 6/1/00.....	1,046,890
Ba1	1,600	8.25%, 8/10/18.....	1,665,040

</TABLE>

-7- See Notes to Financial Statements.

<TABLE>

PRUDENTIAL FLEXIFUND
CONSERVATIVELY MANAGED PORTFOLIO

<CAPTION>

Moody's Rating	Principal Amount (000)	Description	Value (Note 1)
<S>	<C>	<C>	<C>
		Media--(cont'd)	

		Time Warner, Inc.,	
Ba1	\$ 1,000	6.05%, 7/1/95.....	\$ 1,015,720
Ba1	600	7.45%, 2/1/98.....	632,430
Baa3	2,000	7.25%, 9/1/08.....	2,036,100
		Tele-Communications, Inc.,	
Baa3	1,000	10.125%, 4/15/22.....	1,327,540

			9,699,025

		Miscellaneous--0.3%	
		Federal Express Corp.,	
Baa3	500	10.05%, 6/15/99.....	590,915
		Laidlaw, Inc.,	
Baa2	700	8.25%, 5/15/23.....	719,740

			1,310,655

		Oil & Gas--0.8%	
		Arkla, Inc.,	
Ba2	1,200	9.875%, 4/15/97.....	1,329,000
Ba1	1,000	9.30%, 1/15/98.....	1,083,050
		Mitchell Energy & Development Corp.,	
Baa3	1,000	5.10%, 2/15/97.....	999,820

			3,411,870

		Paper & Forest Products--0.6%	
		Boise Cascade Corp.,	
Baa3	1,500	6.82%, 2/1/99.....	1,500,000
Baa3	363	9.875%, 2/15/01.....	404,066
		Georgia Pacific Corp.,	
Baa3	500	9.625%, 3/15/22.....	599,800

			2,503,866

		Retail--0.8%	
		Dayton Hudson Corp.,	
A3	1,150	9.00%, 10/1/21.....	1,361,393
		Sears Roebuck & Co.,	
Baa1	\$ 2,000	9.25%, 8/1/97.....	\$ 2,252,880

			3,614,273

		Shipping--0.4%	
		Compania SudAmericana De Vapores,	
NR	1,750	7.375%, 12/8/03.....	1,736,875

		Telecommunications--0.3%	
		American Telephone & Telegraph Co.,	
Aa3	1,000	8.625%, 12/1/31.....	1,142,910

		Utilities--1.0%	
		Commonwealth Edison Co.,	
Baa1	2,000	9.05%, 10/15/99.....	2,295,720
		Hydro Quebec Corp.,	
A1	500	3.375%, 9/30/49.....	435,000
		Pennsylvania Power & Light Co.,	
A2	450	9.375%, 7/1/21.....	527,274
		Philadelphia Electric Co.,	
Baa1	1,000	7.125%, 9/1/02.....	1,034,080

			4,292,074

		Sovereign Bonds--1.3%	
		Banco Nacional De Comercio,	
Ba2	1,000	7.50%, 7/1/00.....	1,030,000
		Grupo Condumex S.A. de C.V., M.T.N.,	
NR	700	6.25%, 7/27/96.....	692,125
		Quebec Province Canada, Republic of Italy	
A1	700	7.125%, 2/9/24.....	696,395
		Global Bond, United Mexican States,	
A1	1,250	6.875%, 9/27/23.....	1,197,625
		United Mexican States,	
Ba2	1,650	8.50%, 9/15/02.....	1,788,188

			5,404,333

</TABLE>

<TABLE>

PRUDENTIAL FLEXIFUND
CONSERVATIVELY MANAGED PORTFOLIO

<CAPTION>

Moody's Rating	Principal Amount (000)	Description	Value (Note 1)
<S>	<C>	<C>	<C>
		Total Corporate Bonds (cost \$80,472,489)...	\$ 81,989,708
		Asset Backed Securities--1.5%	
		Bank of New York Master Credit Card Trust,	
Aaa	\$ 1,200	7.95%, 4/15/96.....	1,218,000
		Standard Credit Card Trust,	
A2	1,000	9.375%, 5/10/95.....	1,058,750
Aaa	4,000	8.00%, 8/7/96.....	4,302,480
		Total Asset Backed Securities (cost \$6,594,859)....	6,579,230
		U. S. Government and Agency Securities--17.8%	
		United States Treasury Bonds,	
	17,900	11.25%, 2/15/15.....	28,150,614
	1,250	8.875%, 8/15/17.....	1,625,975
		United States Treasury Bonds,	
	3,800	12.00%, 8/15/13.....	5,978,464
	4,700	7.50%, 11/15/16.....	5,321,998
		United States Treasury Notes,	
	11,600	6.00%, 11/30/97.....	12,111,096
	1,600	7.875%, 8/15/01.....	1,841,504
		United States Treasury Notes,	
	1,600	4.25%, 7/31/95.....	1,608,992
	1,700	7.625%, 4/30/96.....	1,822,723
	800	6.50%, 11/30/96.....	843,496
	1,800	6.875%, 3/31/97.....	1,922,904
	3,700	9.00%, 5/15/98.....	4,286,783
		United States Treasury Notes,	
	\$ 1,200	8.75%, 8/15/00.....	\$ 1,429,872
	7,850	7.50%, 11/15/01.....	8,856,998
		United States Treasury Strips,	
	4,500	Zero Coupon, 2/15/11...	1,484,775
		Total U. S. Government and Agency Securities (cost \$76,050,629)...	77,286,194
		Total Debt Obligations (cost \$163,117,977).....	165,855,132
		Total long-term investments (cost \$331,957,815).....	367,831,802
		SHORT-TERM INVESTMENTS(a)--13.9%	
		Corporate Notes--2.5%	
		Nordiska Investeringsbanke,	
Aaa	3,000	9.50%, 12/15/94.....	3,137,190
		Phillip Morris Co., Inc.,	
A2	250	8.70%, 8/1/94.....	255,977
		Texas Utilities Electric Co.,	
Baa2	800	9.625%, 9/30/94.....	828,432
		Bancomer S.A., Euro C.D.,	
NR	3,400	Zero Coupon, 3/17/94...	3,382,296
NR	3,000	Zero Coupon, 4/5/94....	2,972,793
		Total Corporate Notes (cost \$10,552,920)...	10,576,688

</TABLE>

<TABLE>

PRUDENTIAL FLEXIFUND
CONSERVATIVELY MANAGED PORTFOLIO

<CAPTION>

Principal Amount (000)	Description	Value (Note 1)
<S>	<C>	<C>
	Repurchase Agreement--11.4%	
\$49,474	Joint Repurchase Agreement Account, 3.14%, 2/1/94 (Note 5).....	\$ 49,474,000

	Total short-term investments (cost \$60,026,920)...	60,050,688

	Total Investments--98.7% (cost \$391,984,735; Note 4).....	427,882,490
	Other assets in excess of liabilities--1.3%....	5,409,291

	Net Assets--100%.....	\$433,291,781

* Non-income producing security.
(a) Par value U.S. dollar denominated.
ADR--American Depository Receipt.
C.D.--Certificate of Deposit.
M.T.N.--Medium Term Note.
NR--Not Rated by Moody's or Standard & Poor's.
The Fund's current Prospectus contains a description of
Moody's ratings.

</TABLE>

PRUDENTIAL FLEXIFUND
CONSERVATIVELY MANAGED PORTFOLIO
Statement of Assets and Liabilities
(Unaudited)

<TABLE>
<CAPTION>

Assets	January 31, 1994
<S>	<C>
Investments, at value (cost \$391,984,735).....	\$427,882,490
Cash.....	1,173,298
Receivable for investments sold.....	15,954,820
Dividends and interest receivable.....	3,716,881
Receivable for Fund shares sold.....	3,416,179
Deferred expenses and other assets.....	5,358

Total assets.....	452,149,026

Liabilities	
Payable for investments purchased.....	16,941,286
Payable for Fund shares reacquired.....	1,278,053
Distribution fee payable.....	337,034
Management fee payable.....	231,379
Withholding taxes payable.....	19,172
Accrued expenses.....	50,321

Total liabilities.....	18,857,245

Net Assets.....	\$433,291,781

Net assets were comprised of:	
Common stock, at par.....	\$ 371,808
Paid-in capital in excess of par.....	389,997,986

	390,348,662

Undistributed net investment income.....	2,947,168
Accumulated net realized gains on investments.....	4,098,196
Net unrealized appreciation on investments.....	35,897,755

Net Assets, January 31, 1994.....	\$433,291,781

Class A:	
Net asset value and redemption price per share	
(\$30,949,634 (Divided By) 2,647,468 shares of common stock issued and outstanding)....	\$11.69
Maximum sales charge (5.25% of offering price).....	0.65

Maximum offering price to public.....	\$12.34

Class B:	
Net asset value, offering price and redemption price per share	
(\$402,342,147 (Divided By) 34,533,379 shares of shares of common stock issued and outstanding).....	\$11.65

</TABLE>

See Notes to Financial Statements.

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PRUDENTIAL FLEXIFUND
 CONSERVATIVELY MANAGED PORTFOLIO
 Statement of Operations
 (Unaudited)

<TABLE>

<CAPTION>

	Six Months Ended January 31, 1994

Net Investment Income	
<S>	<C>
Income	
Interest (net of foreign withholding taxes of \$17,247).....	\$ 6,067,093
Dividends (net of foreign withholding taxes of \$22,689).....	1,614,313

Total income.....	7,681,406

Expenses	
Distribution fee--Class A.....	27,543
Distribution fee--Class B.....	1,801,013
Management fee.....	1,256,070
Transfer agent's fees and expenses.....	256,000
Custodian's fees and expenses.....	96,000
Reports to shareholders.....	33,000
Registration fees.....	30,000
Directors' fees.....	13,000
Audit fee.....	8,000
Legal fees.....	5,000
Miscellaneous.....	883

Total expenses.....	3,526,509

Net investment income.....	4,154,897

Realized and Unrealized Gain on Investments	
Net realized gain on investment transactions.....	10,623,243
Net change in unrealized appreciation/depreciation on Investments.....	5,385,802

Net gain on investments.....	16,009,045

Net Increase in Net Assets Resulting from Operations.....	\$20,163,942

</TABLE>

See Notes to Financial Statements.

-12-

PRUDENTIAL FLEXIFUND
 CONSERVATIVELY MANAGED PORTFOLIO
 Statement of Changes in Net Assets
 (Unaudited)

<TABLE>

<CAPTION>

Six Months
Ended
Year Ended

Increase (Decrease) in Net Assets	January 31, 1994	July 31, 1993
<S>	<C>	<C>
Operations		
Net investment income.....	\$ 4,154,897	\$ 8,734,542
Net realized gain on investments.....	10,623,243	13,033,133
Net change in unrealized appreciation of investments.....	5,385,802	16,803,076
Net increase in net assets resulting from operations.....	20,163,942	38,570,751
Net equalization credits.....	620,253	325,868
Dividends and distributions (Note 1)		
Dividends to shareholders from net investment income		
Class A.....	(361,478)	(490,533)
Class B.....	(3,793,419)	(6,742,292)
	(4,154,897)	(7,232,825)
Dividends to shareholders in excess of net investment income		
Class A.....	(51,840)	--
Class B.....	(544,013)	--
	(595,853)	--
Distributions to shareholders from net realized gains on investment transactions		
Class A.....	(733,654)	(577,629)
Class B.....	(9,889,589)	(10,528,236)
	(10,623,243)	(11,085,865)
Distributions to shareholders in excess of net realized gains		
Class A.....	(513,520)	--
Class B.....	(6,922,153)	--
	(7,435,673)	--
Fund share transactions (Note 6)		
Net proceeds from shares subscribed.....	101,823,684..	115,375,179
Net asset value of shares issued to shareholders in reinvestment of dividends and distributions.....	21,087,882..	16,869,402
Cost of shares reacquired.....	(32,030,664)	(45,324,359)
Net increase in net assets from Fund share transactions.....	90,880,902..	86,920,222
Total increase.....	88,855,431..	107,498,151
Net Assets		
Beginning of period.....	344,436,350..	236,938,199
End of period.....	\$433,291,781..	\$344,436,350

</TABLE>

See Notes to Financial Statements.

-13-

<TABLE>

PRUDENTIAL FLEXIFUND
STRATEGY PORTFOLIO

Portfolio of Investments
January 31, 1994 (Unaudited)

<CAPTION>

Shares	Description	Value (Note 1)
<C>	<S>	<C>
	LONG-TERM INVESTMENTS--89.2%	
	COMMON STOCKS--67.7%	
	Advertising--0.5%	
43,225	ADVO, Inc.....	\$ 783,453
71,000	American Business Information*.....	1,242,500
		2,025,953
	Aerospace/Defense--1.3%	
21,000	General Dynamics Corp.....	1,934,625
73,200	Martin Marietta Corp.....	3,284,850
		5,219,475

	Automotive--3.6%	
101,800	Agency Rent-A-Car, Inc.*.....	1,323,400
114,000	Ford Motor Co.....	7,638,000
9,700	General Motors Corp.....	291,000
93,600	Goodyear Tire & Rubber Co....	4,527,900
40,000	Modine Manufacturing Co.....	1,180,000

		14,960,300

	Building & Related Industries--1.0%	
50,000	ABT Building Products Corp.*.....	1,362,500
28,625	Clayton Homes, Inc.*.....	726,359
38,500	TJ International, Inc.....	1,097,250
45,700	Toll Brothers, Inc.*.....	874,013

		4,060,122

	Chemicals--2.5%	
81,500	Air Products & Chemicals, Inc.....	4,044,437
14,150	Eastman Chemical Co.*.....	619,063
32,900	IMC Fertilizer Group, Inc.....	1,435,262
30,000	Imperial Chemical Ind. (ADR).....	1,462,500
75,600	Praxair, Inc.....	1,417,500
35,700	Valspar Corp.....	1,445,850

		10,424,612

	Commercial Services--0.5%	
80,100	ServiceMaster L. P.....	2,202,750

	Computer and Related Equipment--5.0%	
42,000	American Management Systems, Inc.*.....	\$ 845,250
73,800	Automatic Data Processing, Inc.....	3,865,275
124,600	First Data Corp.....	5,700,450
49,200	Fiserv, Inc.*.....	947,100
52,000	International Business Machines Corp.....	2,951,000
40,700	LEGENT Corp.*.....	1,210,825
17,000	Microsoft Corp.*.....	1,447,125
10,300	Motorola, Inc.....	1,014,550
37,500	National Data Corp.....	778,125
22,100	Policy Management Systems Corp.*.....	729,300
21,400	SPS Transaction Services, Inc.*.....	1,241,200

		20,730,200

	Consumer Products--2.3%	
56,600	Eastman Kodak Co.....	2,497,475
39,200	Industrie Natuzzi Spa (ADR)*.....	1,038,800
92,418	Newell Co.....	3,870,004
7,900	Premark International, Inc.....	680,387
30,900	Scholastic Corp.*.....	1,305,525

		9,392,191

	Drugs & Health Care--4.2%	
63,600	Caremark Int'l., Inc.*.....	1,224,300
115,010	Columbia Healthcare Corp.....	4,356,004
82,500	HCA Hospital Corp. America*.....	3,207,187
50,000	Health Care & Retirement Corp.*.....	1,281,250
50,000	Healthtrust, Inc.*.....	1,406,250
30,000	Kendall International, Inc.*.....	1,500,000
65,000	Schering Plough Corp.....	4,095,000

		17,069,991

</TABLE>

-14- See Notes to Financial Statements.

<TABLE>

PRUDENTIAL FLEXIFUND
 STRATEGY PORTFOLIO
 <CAPTION>

Shares	Description	Value (Note 1)
<C>	<S>	<C>
	Electronics--3.9%	
120,000	ADT, Ltd.*.....	\$ 1,200,000
27,000	Anthem Electronics, Inc.*....	884,250
58,800	Baldor Electric Co.....	1,543,500
60,000	Belden, Inc.*.....	1,162,500
73,000	Emerson Electric Co.....	4,471,250
46,800	General Electric Co.....	5,042,700
40,000	Loral Corp.....	1,595,000

		15,899,200

	Entertainment--2.0%	
104,500	Carnival Cruise Lines, Inc.....	5,172,750
35,000	Disney (Walt) Co.....	1,653,750
53,400	TCA Cable TV, Inc.....	1,381,725

		8,208,225

	Environmental Services--1.2%	
61,350	Thermo Electron Corp.*.....	2,630,381
47,450	Thermo Instrument System, Inc.*.....	1,583,644
45,450	Thermotrex Corp.*.....	630,619

		4,844,644

	Financial Services--7.5%	
35,500	American Express Co.....	1,162,625
75,000	Bank of New York, Inc.....	4,228,125
54,600	Block (H&R), Inc.....	2,395,575
18,600	Cash America International, Inc.....	165,075
124,400	Dean Witter Discover & Co....	4,773,850
59,300	First Financial Management Corp.....	3,506,112
37,200	John Nuveen Co.....	930,000
63,100	Kansas City Southern Industries, Inc.....	2,910,487
110,100	Norwest Corp.....	2,903,887
49,500	State Street Boston Corp.....	1,881,000
41,200	T. Rowe Price & Associates, Inc.....	1,339,000
37,300	Union Planters Corp.....	918,513
25,300	United Asset Management Corp.....	1,002,513
53,400	Washington Mutual Savings Bank.....	1,314,975
9,300	Wells Fargo & Co.....	1,275,263

		30,707,000

	Food & Beverage--2.0%	
96,000	Archer-Daniels-Midland Co....	\$ 2,544,000
55,000	Dr Pepper/Seven Up Cos., Inc.*.....	1,313,125
108,000	PepsiCo, Inc.....	4,360,500

		8,217,625

	Freight Transportation--0.5%	
32,500	Expeditors Int'l. Washington, Inc.*.....	524,063
40,000	Illinois Central Corp.....	1,500,000

		2,024,063

	Hotels & Leisure--0.4%	
39,200	Host Marriott Corp.....	485,100
39,200	Marriott International, Inc.....	1,151,500

		1,636,600

	Insurance--2.9%	
55,400	American General Corp.....	1,585,825
38,700	CCP Insurance, Inc.....	914,287

32,500	Chubb Corp.....	2,701,562
85,200	Equitable Companies, Inc....	2,481,450
30,800	General Reinsurance Corp....	3,515,050
12,800	Mid Ocean, Ltd.*.....	329,600
31,100	Penncorp Financial Group, Inc.....	540,363

		12,068,137

	Machinery & Equipment--2.0%	
30,000	AES Corp.....	1,068,750
30,000	Donaldson Co., Inc.....	1,413,750
10,300	Fisher Scientific International, Inc.....	391,400
87,800	Illinois Tool Works, Inc....	3,731,500
30,000	Lindsay Manufacturing Co.*...	952,500
8,800	Nordson Corp.....	499,400
4,500	Tuscarora, Inc.....	85,500

		8,142,800

	Media--3.6%	
4,000	Capital Cities ABC, Inc.....	2,620,000
49,000	Enquirer Star Group, Inc....	918,750
18,600	Grupo Televisa S.A.*.....	1,320,600

</TABLE>

-15- See Notes to Financial Statements.

<TABLE>

PRUDENTIAL FLEXIFUND
STRATEGY PORTFOLIO
<CAPTION>

Shares	Description	Value (Note 1)
<C>	<S>	<C>
	Media--(cont'd)	
59,100	Liberty Media Corp.*.....	\$ 1,536,600
90,000	Rogers Communications, Inc.*.....	1,526,805
41,000	Shaw Communications.....	776,691
400,000	Television Broadcasts, Ltd.....	1,683,175
41,400	Time Warner, Inc.....	1,656,000
30,400	Times Mirror Co.....	1,102,000
21,100	Tribune Co.....	1,268,637
6,400	Viacom, Inc.*.....	222,400

		14,631,658

	Mining--0.6%	
96,000	Placer Dome, Inc.....	2,436,000

	Paper & Forest Products--1.9%	
16,100	Longview Fibre Co. Washington.....	348,163
68,700	Thermo Fibertek, Inc.....	1,107,787
107,800	Willamette Industries, Inc.....	6,198,500

		7,654,450

	Petroleum Services--5.9%	
44,000	Amoco Corp.....	2,365,000
67,000	Coastal Corp.....	2,068,625
60,600	Cross Timbers Oil Co.....	886,275
99,300	Exxon Corp.....	6,603,450
66,500	Royal Dutch Petroleum Co....	7,315,000
50,300	Schlumberger, Ltd.....	2,986,562
69,800	Seagull Energy Corp.*.....	1,858,425

		24,083,337

	Realty Investment Trust--1.3%	
33,700	Duke Realty Investments, Inc.....	775,100
38,300	Federal Realty Investment Trust.....	923,988
38,500	Manufactured Home Community, Inc.....	1,665,125
58,600	Property Trust America.....	1,113,400
21,100	Weingarten Realty	

	Investors.....	785,975

		5,263,588

	Retail--0.8%	
37,000	Edison Brothers Stores, Inc.....	1,114,625
30,000	Penney (J.C.), Inc.....	\$ 1,571,250
28,000	Tiffany & Co.....	819,000

		3,504,875

	Steel & Metals--1.8%	
25,300	Aluminum Co. of America.....	2,001,863
39,400	Inland Steel Industries, Inc.*.....	1,383,925
17,300	USX Corp.....	761,200
160,200	Worthington Industries, Inc.....	3,163,950

		7,310,938

	Telecommunications--6.9%	
14,200	American Telephone & Telegraph Co.....	805,850
18,400	Bell Atlantic Corp.....	1,044,200
32,600	ITT Corp.....	3,207,025
49,800	LDDS Communications, Inc.*...	1,369,500
137,500	MCI Communications Corp.....	3,798,437
34,200	Rochester Telephone Corp.....	1,487,700
70,500	Southwestern Bell Corp.....	2,952,188
179,100	Tele-Communications, Inc.*...	4,880,475
100,600	Telefonos de Mexico, Series A (ADR).....	7,431,825
23,200	Telephone & Data System, Inc.....	1,145,500

		28,122,700

	Textiles--0.3%	
32,800	Kellwood Co.....	1,217,700

	Trucking & Shipping--1.3%	
72,200	Consolidated Rail Corp.....	4,693,000
36,800	Southern Pacific Rail Corp.*.....	777,400

		5,470,400

	Total Common Stocks (cost \$238,349,102).....	277,529,534

</TABLE>

<TABLE>
<CAPTION>

Moody's Rating	Principal Amount (000)		
		DEBT OBLIGATIONS--21.5%	
<S>	<C>	<C>	<C>
		Corporate Bonds--21.2%	
		Aerospace/Defense--1.3%	
		BE Aerospace, Inc., 9.75%, 3/1/03.....	3,120,000

</TABLE>

-16- See Notes to Financial Statements.

<TABLE>

PRUDENTIAL FLEXIFUND
STRATEGY PORTFOLIO
<CAPTION>

Moody's Rating	Principal Amount (000)	Description	Value (Note 1)
<S>	<C>	<C>	<C>
		Aerospace/Defense--(cont'd)	
		Colt Industries, Inc., 11.25%, 12/1/15.....	\$ 2,170,800

			5,290,800

		Airlines--1.0%	
		Delta Air Lines, Inc.,	
Ba1	1,000	10.375%, 12/15/22.....	1,174,780
		USAir, Inc.,	
Ba3	3,000	10.00%, 7/1/03.....	3,009,030
			4,183,810
		Automotive--0.6%	
		Lear Seating Corp.,	
B2	750	8.25%, 2/1/02.....	750,000
		Motor Wheel Corp.,	
B2	1,500	11.50%, 3/1/00.....	1,642,500
			2,392,500
		Building & Related Industries--3.8%	
		American Standard, Inc.,	
B1	3,000	9.875%, 6/1/01.....	3,165,000
		Intermediate City Products Corp.,	
Ba3	2,000	9.75%, 3/1/00.....	2,005,000
		Kaufman & Broad Home Corp.,	
Ba3	2,500	9.375%, 5/1/03.....	2,612,500
		Ryland Group, Inc.,	
Ba3	2,000	9.625%, 6/1/04.....	2,040,000
		Standard Pacific Corp.,	
Ba2	2,500	10.50%, 3/1/00.....	2,625,000
		USG Corp.,	
B2	3,000	10.25%, 12/15/02.....	3,105,000
			15,552,500
		Chemicals--0.7%	
		Georgia Gulf Corp.,	
B1	2,500	15.00%, 4/15/00.....	2,775,000
		Computer and Related Equipment-- 0.9%	
		Unisys Corp.,	
Ba3	\$ 3,000	15.00%, 7/1/97.....	\$ 3,480,000
		Containers & Packaging--1.9%	
		Container Corp.,	
B2	5,000	13.50%, 12/1/99.....	5,550,000
		Riverwood International Corp.,	
B1	2,000	11.25%, 6/15/02.....	2,200,000
			7,750,000
		Drugs & Health Care--1.7%	
		Healthtrust, Inc.,	
B1	3,000	10.75%, 5/1/02.....	3,337,500
		Hospital Corp. of America,	
Ba2	3,500	11.25%, 12/1/15.....	3,745,000
			7,082,500
		Financial Services--0.2%	
		Auburn Hills Trust, Inc.,	
Baa2	625	15.375%, 5/1/20.....	969,275
		Food & Beverage--1.7%	
		Fresh Del Monte Produce, N.V.,	
B3	3,000	10.00%, 5/1/03.....	2,910,000
		RJR Nabisco, Inc.,	
Baa3	2,000	8.75%, 4/15/04.....	2,082,020
		Rykoff Sexton, Inc.,	
Ba2	2,000	8.875%, 11/1/03.....	2,085,000
			7,077,020
		Hotels & Leisure--0.5%	
		Host Marriott Hospitality, Inc.,	
B1	2,000	11.00%, 5/1/07.....	2,050,000
		Insurance--0.3%	
		Reliance Group Holdings, Inc.,	
B1	1,000	9.75%, 11/15/03.....	1,052,500

<TABLE>

PRUDENTIAL FLEXIFUND
STRATEGY PORTFOLIO
<CAPTION>

Moody's Rating	Principal Amount (000)	Description	Value (Note 1)
<S>	<C>	<C>	<C>
		Media--1.7%	
		Cablevision Industries Corp.,	
Ba3	\$ 2,000	10.75%, 1/30/02.....	\$ 2,165,000
		Continental Cablevision, Inc.,	
Ba2	2,000	9.50%, 8/1/13.....	2,210,000
		News America Holdings, Inc.,	
Ba1	2,000	12.00%, 12/15/01.....	2,422,560

			6,797,560

		Mining--0.5%	
		Magma Copper Co.,	
Ba3	2,000	11.50%, 1/15/02.....	2,220,000

		Oil & Gas--0.6%	
		Triton Energy Corp.,	
B1	3,000	Zero Coupon, 12/15/00.....	2,295,000

		Paper & Forest Products--1.0%	
		Canadian Pacific Forest	
		Products Ltd.,	
Ba1	1,000	9.25%, 6/15/02.....	980,150
		Fort Howard Paper	
		Corp.,	
B2	3,000	12.625%, 11/1/00.....	3,172,500

			4,152,650

		Petroleum Services--0.5%	
		Clark Oil & Refining	
		Corp.,	
Ba2	2,000	9.50%, 9/15/04.....	2,125,000

		Steel & Metals--0.5%	
		Wheeling Pittsburgh	
		Corp.,	
B1	2,000	9.375%, 11/15/03.....	2,105,000

		Textiles--0.5%	
		Westpoint Stevens,	
		Inc.,	
B3	2,000	9.375%, 12/15/05.....	2,080,000

		Trucking & Shipping--0.5%	
		Southern Pacific	
		Transportation Co.,	
Ba1	2,000	10.50%, 7/1/99.....	2,220,000

		Miscellaneous--0.8%	
		Flagstar Corp.,	
B1	\$ 3,000	10.875%, 12/1/02.....	\$ 3,180,000

		Total Corporate Bonds	
		(cost \$84,580,981)...	86,831,115

		Collateralized Mortgage	
		Obligations--0.3%	
		Federal National	
		Mortgage	
		Association, REMIC,	
Aaa	1,000	9.00%, 3/25/20	
		(cost \$977,861).....	1,079,370

		Total Debt Obligations	
		(cost \$85,558,842)...	87,910,485

		Total long-term	
		investments	
		(cost	

	\$223,907,944).....	365,440,019

	SHORT-TERM INVESTMENTS--8.4%	
	Repurchase Agreement--8.4%	
34,301	Joint Repurchase Agreement Account, 3.14%, 2/1/94 (Note 5).....	34,301,000

	Total Investments--97.6% (cost \$358,208,944; Note 4).....	399,741,019
	Other assets in excess of liabilities--2.4%....	9,993,866

	Net Assets--100%.....	\$409,734,885

</TABLE>

- - - - -

* Non-income producing security.
ADR--American Depository Receipt.
REMIC--Real Estate Mortgage Investment Conduit.
L.P.--Limited Partnership.

-18- See Notes to Financial Statements.

PRUDENTIAL FLEXIFUND
STRATEGY PORTFOLIO
Statement of Assets and Liabilities
(Unaudited)

<TABLE>
<CAPTION>

	January 31, 1994

Assets	
<S>	<C>
Investments, at value (cost \$358,208,944).....	\$399,741,019
Foreign currency, at value (cost \$1,745,723).....	1,746,524
Cash.....	195,940
Receivable for investments sold.....	12,539,234
Interest and dividends receivable.....	2,398,463
Receivable for Fund shares sold.....	1,206,413
Deferred expenses and other assets.....	17,409

Total assets.....	417,845,002

Liabilities	
Payable for investments purchased.....	6,280,203
Payable for Fund shares reacquired.....	1,042,312
Distribution fee payable.....	325,842
Management fee payable.....	233,724
Withholding taxes payable.....	1,889
Accrued expenses.....	226,147

Total liabilities.....	8,110,117

Net Assets.....	\$409,734,885

Net assets were comprised of:	
Shares of beneficial interest, at par.....	\$ 332,774
Paid-in capital in excess of par.....	358,602,003

Undistributed net investment income.....	358,928,008
Accumulated net realized gain on investments.....	4,561,660
Net unrealized appreciation on investments.....	4,711,875

Net Assets, January 31,1994.....	41,533,342

Net Assets, January 31,1994.....	\$409,734,885

Class A:	
Net asset value and redemption price per share (\$31,620,546 (Divided By) 2,555,336 shares of beneficial interest issued and outstanding).....	\$12.37
Maximum sales charge (5.25% of offering price).....	0.69

Maximum offering price to public.....	\$13.06

Class B:	
Net asset value, offering price and redemption price per share	

(\$378,114,339 (Divided By) 30,722,019 shares of beneficial interest issued and outstanding)..... \$12.31

</TABLE>

See Notes to Financial Statements.

PRUDENTIAL FLEXIFUND
STRATEGY PORTFOLIO
Statement of Operations
(Unaudited)

<TABLE>
<CAPTION>

	Six Months Ended January 31, 1994
Net Investment Income	-----
<S>	<C>
Income	
Interest (net of foreign withholding taxes of \$1,889).....	\$ 5,299,098
Dividends (net of foreign withholding taxes of \$22,215).....	2,853,578

Total income.....	8,152,676

Expenses	
Distribution fee--Class A.....	31,398
Distribution fee--Class B.....	1,845,495
Management fee.....	1,297,363
Transfer agent's fees and expenses.....	394,000
Custodian's fees and expenses.....	151,000
Reports to shareholders.....	49,000
Registration fees.....	37,000
Directors' fees.....	13,000
Audit fee.....	8,000
Legal fees.....	5,000
Miscellaneous.....	9,508

Total expenses.....	3,840,764

Net investment income.....	4,311,912

Realized and Unrealized Gain (Loss) on Investments	
Net realized gain (loss) on:	
Investment transactions.....	12,082,523
Financial futures contracts.....	124,955
Foreign currency transactions.....	(28,540)

	12,178,938

Net change in unrealized appreciation/depreciation	
Investments.....	14,545,990
Foreign currencies.....	657

	14,546,647

Net gain on investments.....	26,725,585

Net Increase in Net Assets Resulting from Operations.....	\$31,037,497

</TABLE>

See Notes to Financial Statements.

PRUDENTIAL FLEXIFUND
STRATEGY PORTFOLIO
Statement of Changes in Net Assets
(Unaudited)

<TABLE>
<CAPTION>

	Six Months Ended January 31, 1994	Year Ended July 31, 1993
Increase (Decrease) in Net Assets	-----	-----
<S>	<C>	<C>
Operations		
Net investment income.....	\$ 4,311,912	\$ 10,348,326
Net realized gain on investments.....	12,178,938	10,954,676

Net change in unrealized appreciation of investments.....	14,546,647	11,275,901
Net increase in net assets resulting from operations.....	31,037,497	32,578,903
Net equalization credits.....	57,433	57,175
Dividends and distributions (Note 1)		
Dividends to shareholders from net investment income		
Class A.....	(242,713)	(762,246)
Class B.....	(2,396,308)	(8,432,955)
	(2,639,021)	(9,195,201)
Distributions to shareholders from net realized gains on investments and foreign currencies		
Class A.....	(815,737)	(1,779,498)
Class B.....	(10,080,523)	(26,359,313)
	(10,896,260)	(28,138,811)
Fund share transactions (Note 5)		
Proceeds from shares sold.....	36,830,260	95,403,980
Net asset value of shares issued in reinvestment of dividends and distributions.....	12,946,740	35,885,867
Cost of shares reacquired.....	(43,530,320)	(75,812,344)
Net increase in net assets from Fund share transactions.....	6,246,680	55,477,503
Total increase.....	23,806,329	50,779,569
Net Assets		
Beginning of period.....	385,928,556	335,148,987
End of period.....	\$ 409,734,885	\$385,928,556

</TABLE>

See Notes to Financial Statements.

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PRUDENTIAL FLEXIFUND

Notes to Financial Statements (Unaudited)

Prudential FlexiFund, (the "Fund"), is registered under the Investment Company Act of 1940, as a diversified, open-end management investment company. The Fund was organized as an unincorporated business trust in Massachusetts on February 23, 1987 and consists of two series, the Conservatively Managed Portfolio and the Strategy Portfolio. The investment objective of the Conservatively Managed Portfolio is to achieve a high total investment return consistent with moderate risk by investing in a diversified portfolio of money market instruments, debt obligations and equity securities. The investment objective of the Strategy Portfolio is to achieve a high total investment return consistent with relatively higher risk than the Conservatively Managed Portfolio through varying the proportions of investments in debt and equity securities, the quality and maturity of debt securities purchased and the price volatility and the type of issuer of equity securities purchased. The ability of issuers of debt securities held by the Fund to meet their obligations may be affected by economic developments in a specific country, industry or region.

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

Securities Valuation: Any security for which the primary market is on an exchange (including NASDAQ National Market System equity securities) 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 mean between the last bid and asked prices quoted on such day. Corporate bonds (other than convertible debt securities) and U.S. Government and agency 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, are valued on the basis of valuations provided by a pricing service which uses information with respect to transactions in bonds, quotations from bond dealers, agency ratings, market transactions in comparable securities and various relationships between securities in determining value. Convertible debt 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, are valued at the mean between the most recently quoted bid and asked prices provided by principal market makers. Forward currency exchange contracts are valued at the current cost of offsetting the contract on the day of valuation. Other securities (including options and futures contracts) are valued at the mean between the most recently quoted bid and asked prices.

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.

In connection with transactions in repurchase agreements with U.S. financial institutions, it is the Fund's policy that its custodian take possession of the underlying collateral securities, the value of which exceeds the principal amount of the repurchase transaction, including accrued interest. To the extent that any repurchase transaction exceeds one business day, the value of the collateral is marked-to-market on a daily basis to ensure the adequacy of the collateral. 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 period, 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 long-term securities held at the end of the fiscal period. 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 portfolio securities sold during the fiscal period. Accordingly, realized foreign currency gains (losses) are included in the reported net realized gains on investment transactions.

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Net realized gains on foreign currency transactions represent net foreign exchange gains from the holding of foreign currencies, currency gains or losses realized between the trade and settlement dates on securities transactions, and the difference between the amounts of dividends, interest and foreign taxes recorded on the Fund's books and the U.S. dollar equivalent amounts actually received or paid.

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

Financial Futures Contracts: A financial futures contract is an agreement to purchase (long) or sell (short) an agreed amount of securities at a set price for delivery on a future date. Upon entering into a financial futures contract, the Fund is required to pledge to the broker an amount of cash and/or other assets equal to a certain percentage of the contract amount. This amount is known as the "initial margin". Subsequent payments, known as "variation margin", are made or received by the Fund each day, depending on the daily fluctuations in the value of the underlying security. Such variation margin is recorded for financial statement purposes on a daily basis as unrealized gain or loss until the contracts expire or are closed, at which time the gain or loss is reclassified to realized gain or loss. The Fund invests in financial futures contracts solely for the purpose of hedging its existing portfolio securities or securities the Fund intends to purchase against fluctuations in value caused by changes in prevailing market interest rates. Should interest rates move unexpectedly, the Fund may not achieve the anticipated benefits of the financial futures contracts and may realize a loss. The use of futures transactions involves the risk of imperfect correlation in movements in the price of futures contracts, interest rates and the underlying hedged assets.

Securities Transactions and Investment Income: Securities transactions are recorded on the trade date. Realized gains and losses on sales of investments are calculated on the identified cost basis. Dividend income is recorded on the ex-dividend date; 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 of each series based upon the relative proportion of net assets at the beginning of the day of each class.

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.

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

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

Dividends and Distributions: The Fund expects to pay dividends of net investment income quarterly and make distributions at least annually of any net capital gains. Dividends and distributions are recorded on the ex-dividend date.

Reclassification of Capital Accounts: Effective August 1, 1993, the Fund began accounting and reporting 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. As a result of this statement, the Fund changed the classification of distributions to shareholders to better disclose the differences between financial statement amounts and distributions determined in accordance with income tax regulations. The effect caused by adopting this statement was to decrease paid-in capital for the Conservatively Managed Portfolio and the Strategy Portfolio by \$21,132 and \$6,769, respectively, increase (decrease) undistributed net investment income for the Conservatively Managed Portfolio and the Strategy Portfolio by \$214,969 and \$(329,527), respectively, and increase (decrease) accumulated net realized gains on investments for the Conservatively Managed Portfolio and the Strategy Portfolio by \$(193,837) and \$336,296, respectively, as compared to amounts previously reported through July 31, 1993. Net investment income, net realized gains and net assets were not affected by this change.

Note 2. Agreements The Fund has a management agreement with Prudential Mutual Fund Management, Inc. ('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

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management of the Fund. PMF pays for the services of PIC, 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 .65 of 1% of the average daily net assets of each of the series.

PMF has agreed that, in any fiscal year, it will reimburse the Fund for each of the series' expenses (including the fees of PMF but excluding interest, taxes, brokerage commissions, distribution fees, litigation and indemnification expenses and other extraordinary expenses) in excess of the most restrictive expense limitation imposed by state securities commissions. The most restrictive expense limitation is presently believed to be 2.5% of the series' average daily net assets up to \$30 million, 2.0% of the next \$70 million of average daily net assets and 1.5% of the series' average daily net assets in excess of \$100 million. Such expense reimbursement, if any, will be estimated and accrued daily and payable monthly. No reimbursement was required for the six months ended January 31, 1994.

The Fund has distribution agreements with Prudential Mutual Fund Distributors, Inc. ('PMFD'), who acts as the distributor of the Class A shares of the Fund, and PSI, who acts as distributor of the Class B shares of the Fund (collectively the 'Distributors'). To reimburse the Distributors for their expenses incurred in distributing and servicing the Fund's Class A and B shares, the Fund, pursuant to plans of distribution, pays the Distributors a reimbursement, accrued daily and payable monthly.

Pursuant to the Class A Plan, the Fund reimburses PMFD for its distribution-related 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 .20 of 1% of the average daily net assets of the Class A shares for the five months ended December 31, 1993. Effective January 1, 1994, PMF increased the Class A Plan distribution expenses to .25 of 1% of the average daily net assets. 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.

Pursuant to the Class B Plan, the Fund reimburses PSI for its distribution-related expenses with respect to the Class B shares at an annual rate of up to 1% of the average daily net assets of the Class B shares. Unlike the Class A Plan, there are carryforward amounts under the Class B Plan, and interest expenses are incurred under the Class B Plan.

The Class B distribution expenses include commission credits for payments of commissions and account servicing fees to financial advisers and an allocation for overhead and other distribution-related expenses, interest and/or carrying charges, the cost of printing and mailing prospectuses to potential investors and of advertising incurred in connection with the distribution of shares.

The Distributors recover the distribution expenses and service fees incurred through the receipt of reimbursement payments from the Fund under the plans and the receipt of initial sales charges (Class A only) and contingent deferred sales charges (Class B only) from shareholders.

PMFD has advised the Fund that it has received approximately \$376,000 (\$278,000--Conservatively Managed Portfolio and \$98,000--Strategy Portfolio) in front-end sales charges resulting from sales of Class A shares during the six months ended January 31, 1994. From these fees, PMFD paid such sales charges to dealers (PSI and Prusec) which in turn paid commissions to salespersons and incurred other distribution costs.

With respect to the Class B Plan, at any given time the amount of expenses incurred by PSI in distributing the Fund's shares and not recovered through the imposition of contingent deferred sales charges in connection with certain redemptions of shares may exceed the total reimbursement made by the Fund pursuant to the Class B Plan. PSI advised the Fund that for the six months ended January 31, 1994, it received approximately \$535,000 (\$242,000--Conservatively Managed Portfolio and \$293,000--Strategy Portfolio) in contingent deferred sales

charges imposed upon certain redemptions by investors. PSI, as distributor, has also advised the Fund that at January 31, 1994, the amount of distribution expenses incurred by PSI and not yet reimbursed by the Fund or recovered through contingent deferred sales charges approximated \$19,830,500 (\$11,846,000--Conservatively Managed Portfolio and \$7,984,500--Strategy Portfolio). This amount may be recovered through future payments under the Class B Plan or contingent deferred sales charges.

In the event of termination or noncontinuation of the Class B Plan, the Fund would not be contractually obligated to pay PSI, as distributor, for any expenses not previously reimbursed or recovered through contingent deferred sales charges.

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

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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. During the six months ended January 31, 1994, the Fund incurred fees of approximately \$554,000 (\$220,000--Conservatively Managed Portfolio and \$334,000--Strategy Portfolio) for the services of PMFS. As of January 31, 1994, approximately \$105,000 (\$49,000--Conservatively Managed Portfolio and \$56,000--Strategy Portfolio) of such fees were due to PMFS. Transfer agent fees and expenses in the Statement of Operations also include certain out of pocket expenses paid to non-affiliates.

For the six months ended January 31, 1994, PSI received approximately \$30,500 (\$4,000--Conservatively Managed Portfolio and \$26,500--Strategy Portfolio) in brokerage commissions from portfolio transactions executed on behalf of the Fund.

Note 4. Portfolio Purchases and sales of investment securities, other than Securities short-term investments, for the six months ended January 31, 1994, were as follows:

<TABLE>
<CAPTION>

Portfolio	Purchases	Sales
Conservatively Managed Portfolio	\$ 178,529,049	\$ 131,752,019
Strategy Portfolio	\$ 155,263,976	\$ 147,796,278

</TABLE>

The cost basis of investments for federal income tax purposes as of January 31, 1994 was \$392,013,569 and \$358,490,526 for the Conservatively Managed Portfolio and the Strategy Portfolio, respectively, and net and gross unrealized appreciation of investments for federal income tax purposes was as follows:

<TABLE>
<CAPTION>

	Conservatively Managed Portfolio	Strategy Portfolio
Gross unrealized appreciation	\$ 41,469,237	\$44,674,578
Gross unrealized depreciation	5,600,316	3,424,085
Net unrealized appreciation	\$ 35,868,921	\$41,250,493

</TABLE>

Note 5. Joint Repurchase Agreement Account The Fund, 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. Government or federal agency obligations. As of January 31, 1994, the Fund had a 6.9% (Conservatively Managed Portfolio--2.8% and Strategy Portfolio--4.1%) undivided interest in the repurchase agreements in the joint account. The undivided interest for the Fund represented \$83,775,000, (Conservatively Managed Portfolio--\$49,474,000 and Strategy Portfolio--\$34,301,000) in the principal amount. As of such date, each repurchase agreement in the joint account and the collateral therefor was as follows:

BT Securities Corp., 3.18%, dated 1/31/94, in the principal amount of \$175,000,000, repurchase price \$175,015,458, due 2/1/94; collateralized by

\$31,590,000 U.S. Treasury Notes, 7.50%, 11/15/01, \$50,000,000 U.S. Treasury Notes, 6.375%, 1/15/00, \$27,100,000 U.S. Treasury Notes, 6.375%, 7/15/99, \$20,000,000 U.S. Treasury Notes, 7.00%, 4/15/99, and \$33,500,000 U.S. Treasury Notes, 8.25%, 7/15/98; value including accrued interest--\$178,679,927.

Goldman Sachs & Co., Inc., 3.125%, dated 1/31/94, in the principal amount of \$395,000,000, repurchase price \$395,034,288, due 2/1/94; collateralized by \$351,115,000 U.S. Treasury Bonds, 7.50%, 11/15/16; value including accrued interest--\$404,665,486.

J.P. Morgan Securities, Inc., 3.125%, dated 1/31/94, in the principal amount of \$137,000,000, repurchase price \$137,011,892, due 2/1/94; collateralized by \$52,575,000 U.S. Treasury Bonds, 7.125%, 2/15/23, and \$50,000,000 U.S. Treasury Bonds, 11.75%, 11/15/14; value including accrued interest--\$139,894,253.

Kidder, Peabody & Co., Inc., 3.15%, dated 1/31/94, in the principal amount of \$301,000,000, repurchase price \$301,026,337, due 2/1/94; collateralized by \$89,455,000 U.S. Treasury Notes, 7.50%, 5/15/02, \$13,230,000 U.S. Treasury Notes, 7.875%, 11/15/99, \$43,195,000 U.S. Treasury Notes, 6.00%, 11/30/97, \$99,730,000 U.S. Treasury Notes, 6.875%, 3/31/97, and \$34,010,000 U.S. Treasury Notes, 4.625%, 12/31/94; value including accrued interest--\$307,201,387.

Smith Barney Shearson, Inc., 3.15%, dated 1/31/94 in the principal amount of \$200,000,000 repurchase price \$200,017,500, due 2/1/94; collateralized by \$11,700,000 U.S. Treasury Bonds, 7.25%, 8/15/22, \$15,000,000, U.S Treasury Bonds, 8.00%, 11/15/21, \$50,000,000 U.S Treasury Notes, 6.00%, 10/15/99, \$13,000,000 U.S. Treasury Notes, 6.875%, 4/30/97, \$11,600,000 U.S. Treasury Notes 4.625%, 8/15/95, \$60,000,00 U.S. Treasury Notes, 11.625%, 11/15/94, \$9,880,000 U.S. Treasury Notes 12.625%, 8/15/94, and \$16,600,000 U.S. Treasury Notes, 5.375%, 4/30/94; value including accrued interest--\$204,251,368.

Note 6. Capital Class A shares are sold with a front-end sales charge of up to 5.25%. Class B shares are sold with a contingent deferred

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sales charge which declines from 5% to zero depending on the period of time the shares are held. Both classes of shares have equal rights as to earnings, assets and voting privileges except that each class bears different distribution expenses and has exclusive voting rights with respect to its distribution plan.

The Fund has authorized an unlimited number of shares of beneficial interest of each class at \$.01 par value per share, divided into two classes, designated Class A and Class B.

Transactions in shares of beneficial interest were as follows:

<TABLE>

<CAPTION>

Conservatively Managed Portfolio:

	Class A		Class B	
	Shares	Amount	Shares	Amount
Six months ended January 31, 1994:				
<S>	<C>	<C>	<C>	<C>
Shares sold.....	785,164	\$ 9,274,961	7,862,928	\$ 92,548,723
Shares issued in reinvestment of dividends and distributions.....	138,677	1,579,156	1,720,969	19,508,726
Shares reacquired.....	(199,696)	(2,361,012)	(2,515,602)	(29,669,652)
Increase in shares outstanding.....	724,145	\$ 8,493,105	7,068,295	\$ 82,387,797

<CAPTION>

	Class A		Class B	
	Shares	Amount	Shares	Amount
<S>	<C>	<C>	<C>	<C>
Year ended July 31, 1993:				
Shares sold.....	1,111,058	\$12,515,640	9,197,549	\$102,859,539
Shares issued in reinvestment of dividends and distributions.....	90,896	994,506	1,459,840	15,874,896
Shares reacquired.....	(273,750)	(3,079,784)	(3,783,156)	(42,244,575)
Increase in shares outstanding.....	928,204	\$10,430,362	6,874,233	\$ 76,489,860

Strategy Portfolio:

<CAPTION>

	Class A		Class B	
	Shares	Amount	Shares	Amount
<S>	<C>	<C>	<C>	<C>
Six months ended January 31, 1994:				
Shares sold.....	359,901	\$ 4,339,213	2,707,213	\$ 32,491,047
Shares issued in reinvestment of dividends and distributions.....	87,258	1,029,925	1,015,842	11,916,815
Shares reacquired.....	(314,775)	(3,807,535)	(3,315,312)	(39,722,785)

Increase in shares outstanding.....	132,384	\$ 1,561,603	407,743	\$ 4,685,077
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<CAPTION>

	Class A		Class B	
	Shares	Amount	Shares	Amount
<S>	<C>	<C>	<C>	<C>
Year ended July 31, 1993:				
Shares sold.....	948,490	\$11,062,181	7,245,790	\$ 84,341,799
Shares issued in reinvestment of dividends and distributions.....	219,562	2,486,431	2,958,707	33,399,436
Shares reacquired.....	(439,023)	(5,122,055)	(6,093,273)	(70,690,289)
Increase in shares outstanding.....	729,029	\$ 8,426,557	4,111,224	\$ 47,050,946

</TABLE>

Note 7. Dividends On March 2, 1994, the Board of Trustees of the Fund declared a dividend from undistributed net investment income to Class A shareholders of \$.105 per share and to Class B shareholders of \$.08 per share for the Conservatively Managed Portfolio and a dividend from undistributed net investment income to Class A shareholders of \$.07 per share and to Class B shareholders of \$.05 per share for the Strategy Portfolio. All dividends are payable on March 31, 1994 to shareholders of record on March 24, 1994.

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PRUDENTIAL FLEXIFUND CONSERVATIVELY MANAGED PORTFOLIO

Financial Highlights

(Unaudited)

Selected data for a share of beneficial interest outstanding throughout each of the periods indicated:

	Class A					Class B						
	PER SHARE OPERATING PERFORMANCE:	Six months ended January 31, 1994	Year Ended July 31,			January 22, 1990 through July 31, 1990	Six months ended January 31, 1994	Year Ended July 31,			1989	
<S>	<C>	<C>	<C>	<C>	<C>	<C>	<C>	<C>	<C>	<C>	<C>	<C>
Net asset value, beginning of period...	\$ 11.75	\$ 11.00	\$10.73	\$ 10.23	\$9.83	\$11.72	\$10.98	\$10.71	\$10.22	\$10.21	\$9.43	
Income from investment operations												
Net investment income...	.17	.43	.44	.44	.26	.13	.34	.35	.36	.45	.52	
Net realized and unrealized gain on investment transactions..	.50	1.16	.81	.73	.38	.49	1.16	.82	.73	.18	.73	
Total from investment operations...	.67	1.59	1.25	1.17	.64	.62	1.50	1.17	1.09	.63	1.25	
Less distributions												
Dividends from net investment income...	(.17)	(.37)	(.44)	(.44)	(.24)	(.13)	(.29)	(.36)	(.37)	(.52)	(.47)	
Dividends in excess												

of net investment income...	(.02)	--	--	--	--	(.02)	--	--	--	--	--
Distributions paid to shareholders from net realized gains on investment transactions..	(.32)	(.47)	(.54)	(.23)	--	(.32)	(.47)	(.54)	(.23)	(.10)	--
Distributions in excess of net realized gains...	(.22)	--	--	--	--	(.22)	--	--	--	--	--
Total distributions..	(.73)	(.84)	(.98)	(.67)	(.24)	(.69)	(.76)	(.90)	(.60)	(.62)	(.47)
Net asset value, end of period...	\$11.69	\$11.75	\$11.00	\$10.73	\$10.23	\$11.65	\$11.72	\$10.98	\$10.71	\$10.22	\$10.21
TOTAL RETURN#...	5.88%	15.15%	12.29%	11.99%	6.59%	5.41%	14.27%	11.48%	11.13%	6.44%	13.73%
RATIOS/SUPPLEMENTAL DATA:											
Net assets, end of period (000)...	\$30,950	\$22,605	\$10,944	\$4,408	\$1,944	\$402,342	\$321,831	\$225,995	\$162,281	\$154,917	\$132,631
Average net assets (000)...	\$26,066	\$15,392	\$7,103	\$2,747	\$1,047	\$357,266	\$267,340	\$189,358	\$149,907	\$143,241	\$139,009
Ratios to average net assets:											
Expenses, including distribution fees...	1.10%*	1.17%	1.29%	1.38%	1.29%*	1.90%*	1.97%	2.09%	2.16%	2.07%	2.09%
Expenses, excluding distribution fees....	.90%*	.97%	1.09%	1.18%	1.09%*	.90%*	.97%	1.09%	1.16%	1.08%	1.08%
Net investment income..	2.89%*	3.88%	3.97%	4.44%	5.04%*	2.10%*	3.04%	3.25%	3.55%	4.42%	5.47%
Portfolio turnover rate...	38%	83%	105%	137%	106%	38%	83%	105%	137%	106%	137%

<CAPTION>
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</TABLE>

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<C> <S>

@ Commencement of offering of Class A shares.

* Annualized.

Total return does not consider the effects of sales loads. Total returns for periods of less than a full year are not annualized.

</TABLE>

See Notes to Financial Statements.

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PRUDENTIAL FLEXIFUND STRATEGY PORTFOLIO

Financial Highlights

(Unaudited)

Selected data for a share of beneficial interest outstanding throughout each of the periods indicated:

<TABLE>

<CAPTION>

PER SHARE OPERATING PERFORMANCE: <S>	Class A					Class B			
	Six months ended	Year Ended July 31,			January 22, 1990@ through July 31, 1990	Six months ended	Year Ended July 31,		
	January 31, 1994	1993	1992	1991	1990	January 31, 1994	1993	1992	1991
<C>	<C>	<C>	<C>	<C>	<C>	<C>	<C>	<C>	<C>
Net asset value, beginning of period.....	\$ 11.82	\$ 12.03	\$ 11.45	\$ 10.50	\$10.16	\$ 11.79	\$12.01	\$11.43	\$10.49
Income from investment operations									
Net investment income.....	.18	.42	.35	.38	.25	.13	.34	.26	.30
Net realized and unrealized gain on investment and foreign currency transactions.....	.81	.70	1.02	.98	.33	.81	.70	1.02	.97
Total from investment operations.....	.99	1.12	1.37	1.36	.58	.94	1.04	1.28	1.27
Less distributions									
Dividends from net investment income....	(.10)	(.37)	(.37)	(.35)	(.24)	(.08)	(.30)	(.28)	(.27)
Distributions paid to shareholders from net realized gains on investment and foreign currency transactions.....	(.34)	(.96)	(.42)	(.06)	--	(.34)	(.96)	(.42)	(.06)
Total distributions.....	(.44)	(1.33)	(.79)	(.41)	(.24)	(.42)	(1.26)	(.70)	(.33)
Net asset value, end of period.....	\$ 12.37	\$ 11.82	\$ 12.03	\$ 11.45	\$10.50	\$ 12.31	\$ 11.79	\$ 12.01	\$ 11.43
TOTAL RETURN#:.....	8.50%	10.02%	12.36%	13.42%	5.83%	8.09%	9.21%	11.53%	12.49%
RATIOS/SUPPLEMENTAL DATA:									
Net assets, end of period (000).....	\$ 31,621	\$28,641	\$20,378	\$10,765	\$5,073	\$378,114	\$357,287	\$314,771	\$219,983
Average net assets (000).....	\$ 29,844	\$24,216	\$15,705	\$ 6,694	\$2,928	\$366,090	\$339,225	\$267,525	\$190,913
Ratios to average net assets:									
Expenses, including distribution fees.....	1.18%*	1.21%	1.26%	1.33%	1.51%*	1.98%*	2.01%	2.06%	2.11%
Expenses, excluding distribution fees.....	.98%*	1.01%	1.06%	1.13%	1.26%*	.98%*	1.01%	1.06%	1.11%
Net investment income.....	2.21%*	3.61%	3.05%	3.89%	4.58%*	2.16%*	2.79%	2.27%	2.95%
Portfolio turnover rate.....	39%	145%	241%	189%	159%	39%	145%	241%	189%

<CAPTION>

PER SHARE OPERATING PERFORMANCE: <S>	1990 <C>	1989 <C>
Net asset value, beginning of period.....	\$ 10.85	\$ 9.52
Income from investment operations		
Net investment income.....	.37	.42
Net realized and unrealized gain on investment and foreign currency transactions.....	.03	1.30

Total from investment operations.....	.40	1.72
Less distributions		
Dividends from net investment income....	(.40)	(.39)
Distributions paid to shareholders from net realized gains on investment and foreign currency transactions.....	(.36)	--
Total distributions.....	(.76)	(.39)
Net asset value, end of period.....	\$ 10.49	\$ 10.85
TOTAL RETURN#.....	3.59%	18.53%
RATIOS/SUPPLEMENTAL DATA:		
Net assets, end of period (000).....	\$176,078	\$ 62,651
Average net assets (000).....	\$127,360	\$ 57,326
Ratios to average net assets:		
Expenses, including distribution fees.....	2.10%	2.33%+
Expenses, excluding distribution fees.....	1.14%	1.34%+
Net investment income.....	3.61%	4.26%+
Portfolio turnover rate.....	159%	132%

</TABLE>

<TABLE>

<C> <S>

+ Net of expense subsidy or reimbursement.

* Annualized.

@ Commencement of offering of Class A shares.

Total return does not consider the effects of sales loads. Total returns for periods of less than a full year are not annualized.

</TABLE>

See Notes to Financial Statements.

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Trustees

Edward D. Beach

Donald D. Lennox

Douglas H. McCorkindale

Lawrence C. McQuade

Thomas T. Mooney

Louis A. Weil, III

Officers

Lawrence C. McQuade, President

Robert F. Gunia, Vice President

Susan C. Cote, Treasurer

S. Jane Rose, Secretary

Marguerite E. H. Morrison, Assistant Secretary

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The accompanying financial statements
as of January 31, 1994 were not audited and,
accordingly, no opinion is expressed on them.

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

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