

SECURITIES AND EXCHANGE COMMISSION

FORM N-30D

Initial annual and semi-annual reports mailed to investment company shareholders pursuant to Rule 30e-1 (other than those required to be submitted as part of Form NCSR)

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COLONIAL TRUST III

CIK: **21847** | IRS No.: **046012903** | Fiscal Year End: **0930**
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Business Address
*ONE FINANCIAL CTR
BOSTON MA 02111
6174263750*

LETTER FROM THE PRESIDENT

Dear Shareholder:

Following is Colonial Global Equity Fund's semiannual report for the six months ended April 30, 1995. Your Fund strives to provide long-term growth by investing primarily in global equities.

<TABLE>
FUND PERFORMANCE (11/1/94 - 4/30/95)
<CAPTION>

	CLASS A	CLASS B
INCEPTION	6/8/92	6/8/92
<S>	<C>	<C>
Distributions declared per share	\$1.044	\$0.999
Six-month total return, assuming reinvestment of all distributions and no sales charge or CDSC	2.09%	1.78%
Net asset value per share on 4/30/95	\$11.84	\$11.79

</TABLE>

ECONOMIC/MARKET OVERVIEW

Throughout 1994, investors were concerned that the U.S. economy's vigorous growth would reignite inflation. However, it now appears the Federal Reserve Board's monetary policy has reduced growth and kept inflation under control. As a result, U.S. stocks have continued to improve, despite a decline in the value of the dollar. In fact, the United States has had one of the world's strongest stock markets during 1995.

European interest rates have moved lower, as have their U.S. counterparts. This has been reflected in improving conditions for most economies, although the European economies are at an earlier phase of the recovery cycle than the U.S. market. The exception is the United Kingdom, which has more closely tracked the U.S. economy. Japan had been showing signs of a recovery toward the end of 1994. However, negative pressures, resulting from the unexpected strength of the yen and the impact of the Kobe earthquake, have stifled economic activity.

INVESTMENT STRATEGY

During the semiannual period, Colonial Global Equity Fund remained fully invested in a diverse selection of U.S. and foreign stocks. At the end of the period, the Fund owned 185 stocks in 27 countries and 9 industries.

Management saw economic weakness in Japan as a buying opportunity. Japanese investments were increased from 9.7% to 15.6% of the portfolio, with Japan replacing Germany as the largest country position in the portfolio. Although investments in many European countries have been increased, there has been a bias toward the northern part of the continent, which is improving faster than the southern region.

[PICTURE OF JOHN A. MCNEICE, JR. PRESIDENT]

U.S. investments were maintained at approximately 28% of the portfolio. Investments in South American markets were given a lower profile, with Mexican investments reduced sharply in response to the devaluation of the peso. Brazilian investments were eliminated altogether. The portfolio remains broadly diversified in Far Eastern countries, including Malaysia, Singapore, and Thailand.

Global equities should continue to provide attractive returns in the months ahead, especially as foreign markets gradually catch up with the U.S. market. Investments in most regions will likely be maintained at current levels, although management will be looking for new opportunities in South America and the Far East.

Sincerely,

/s/ John A. McNeice, Jr.
John A. McNeice, Jr.
President
June 10, 1995

Past performance cannot predict future results. Return and value of an investment will vary, resulting in a gain or loss on sale. All results shown assume reinvestment of distributions. Net asset value (NAV) return does

not include sales charges or contingent deferred sales charges. Performance for different share classes will vary based on differences in sales charges and fees associated with each class.

<TABLE>
INVESTMENT PORTFOLIO (UNAUDITED, IN THOUSANDS) APRIL 30, 1995

<CAPTION>

COMMON STOCKS - 95.6%	COUNTRY ABBREV.	SHARES	VALUE
<S>	<C>	<C>	<C>
AGRICULTURE, FORESTRY & FISHING - 0.6%			
CROPS - 0.2%			
Perils Plantations Berhad	Ma	35	\$ 113
FISHING, HUNTING & TRAPPING - 0.4%			
Sanford Ltd.	NZ	110	263
CONSTRUCTION - 2.9%			
Building construction - 1.1%			
Hollandsche Beton Groep NV	Ne	1	221
Koninklijke Volker Stevin NV	Ne	9	545
			766
HEAVY CONSTRUCTION-NON BUILDING CONSTRUCTION - 1.8%			
Cubiertas y Mzov SA	Sp	7	449
Dai Nippon Construction	Ja	9	68
Koninklijke Boskalis Westminster NV	Ne	7	93
Kydenko Co.	Ja	16	222
Strabag Oesterreich AG	Aus	2	246
Yondenko Corp.	Ja	16	165
			1,243
FINANCE, INSURANCE & REAL ESTATE - 24.5%			
DEPOSITORY INSTITUTIONS - 10.6%			
Allied Irish Bank	UK	17	78
Banco Atlantico SA	Sp	2	49
Banco de Santander SA	Sp	4	131
Bank of Montreal	Ca	9	174
BankAmerica Corp.		5	262
Bil GT Gruppe AG	Sz	(a)	70
Citicorp		7	311
Commonwealth Bank	Au	18	124
Credito Fondiario	It	19	54
CS Holdings	Sz	1	419
Deposit Guaranty Corp.		6	208
Hong Leong Finance Ltd.	Si	57	181
HSBC Holdings PLC	HK	83	965
IKB Deutsche Industriebank AG	G	3	458
Jyske Bank	De	13	949
Kita Nippon Bank	Ja	2	134
Krung Thai Bank Ltd.	Th	45	127
Lloyds Bank PLC	UK	13	133
National Westminster Bank PLC	UK	30	262
Republic New York Corp.		16	756
Thai Military Bank Ltd.	Th	90	289
United Overseas Bank	Si	31	322
Westpac Banking Corp.	Au	264	973
			7,429
HOLDING & OTHER INVESTMENT COMPANIES - 6.7%			
Asia Tiger Funds (b)		21	202
Clemente Global Growth Fund, Inc. (b)		40	320
Emerging Germany Fund, Inc.	G	24	\$ 171
Emerging Tiger Funds (b)		18	209
Eurafrance	Fr	1	242
First Australia Fund, Inc.	Au	58	509
First Phillipine Fund, Inc.	Ph	41	642
France Growth Fund, Inc.	Fr	14	151
Irish Investment Fund, Inc.	Ir	46	458
Korean Investment Fund, Inc.	Kr	(a)	5
Pakistan Investment Fund	Pa	53	351
Templeton Dragon Fund, Inc. (b)		63	778
Thai Fund	Th	8	191
Thai Investment and Securities	Th	5	129
The India Fund, Inc.	In	35	372

			4,730

INSURANCE CARRIERS - 6.3%			
AON Corp.		9	336
CIGNA Corp.		21	1,518
Fremont General Corp.		12	257
International Nederlanden Groep	Ne	26	1,371
St. Paul Companies		17	804
Topdanmark AS	De	1	127
			4,413

REAL ESTATE - 0.9%			
Cheung Kong Holdings Ltd.	HK	142	598
Sun Hung Kai Properties Ltd.	HK	1	6
			604

MANUFACTURING - 48.5%			
APPAREL - 0.0%			
Stefanel SPA	It	17	28

CHEMICALS - 7.1%			
Andreae-Noris Zahn AG	G	1	179
BASF AG	G	2	545
Bayer AG	G	3	738
Dai-ichi Seiyaku	Ja	6	97
Dow Chemical Co.		8	556
DSM NV	Ne	5	385
Glaxo Holdings PLC	UK	3	34
Helene Curtis Industries, Inc.		1	34
Rhone-Poulenc Rorer, Inc.		5	188
Shiseido Co. Ltd.	Ja	40	485
Sterling Chemicals, Inc.		59	739
Union Carbide Corp.		12	384
Wellman, Inc.		8	221
Yamanouchi Pharmaceutical Co.	Ja	18	404
			4,989

ELECTRONIC & ELECTRICAL EQUIPMENT - 2.3%			
Philips Electronics NV	Ne	24	935
ROHM Co. Ltd.	Ja	12	552
Taiyo Yuden Co. Ltd.	Ja	12	128
			1,615

</TABLE>
See notes to investment portfolio.

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<TABLE>
INVESTMENT PORTFOLIO - CONTINUED

<CAPTION>

COMMON STOCKS - CONT.	COUNTRY ABBREV.	SHARES	VALUE

<S>	<C>	<C>	<C>
FABRICATED METAL - 0.8%			
GFI Industries SA	Fr	4	\$ 301
Oerlikon-Buehrle Holding AG	Sz	1	76
Oriental Holdings Berhad	Ma	43	205
			582

FOOD & KINDRED PRODUCTS - 5.4%			
Associated British Foods PLC	UK	38	398
Eridania Beghin-Say SA (Italian Certificates)	It	1	106
Fraser & Neave Ltd.	Si	30	329
IBP, Inc.		23	833
Kinki Coca Cola Bottling Co.	Ja	55	791
Kulim Berhad	Si	50	66
Malaysian Tobacco Company	Si	24	38
Oesterreichische Brau- Beteiligungs	Aus	2	97
Saint Louis Bouchon	Fr	3	797
Tate and Lyle PLC	UK	52	363
			3,818

LUMBER & WOOD PRODUCTS - 0.6%			
Noranda, Inc.	Ca	25	444

MACHINERY & COMPUTER EQUIPMENT - 12.0%			
Apple Computer, Inc.		15	562
Cummins Engine Co., Inc.		4	175
De Dietrich et Cie	Fr	1	449
Fujitsu Ltd.	Ja	147	1,501
Hewlett-Packard Co.		2	159
Hitachi Ltd.	Ja	122	1,239
Indresco, Inc.		48	673
IBM Corp.		15	1,440
Kaydon Corp.		11	297
NEC Corp.	Ja	28	309
Oki Electric Industry Co.	Ja	56	397
Seagate Technology, Inc. (c)		16	513
Svedala Industries AB-Free	Sw	19	502
Tandem Computers, Inc.		20	259
			8,475

MEASURING & ANALYZING INSTRUMENTS - 2.7%			
Amsco International, Inc.		20	252
Avimo Singapore Ltd.	Si	109	75
Fuji Photo Film Co. Ltd.	Ja	64	1,567
			1,894

PAPER & PAPER MILLS - 1.5%			
Champion International Corp.		20	858
Willamette Industries, Inc.		5	231
			1,089

PETROLEUM REFINING - 1.4%			
Lyondell Petroleum		28	696
YPF Sociedad Anonima	Ar	15	312
			1,008

PRIMARY METAL - 3.0%			
Acerinox SA	Sp	13	\$1,436
Interprovincial Steel	Ca	14	243
Texas Industries, Inc.		8	301
Titan Wheel International		5	116
			2,096

PRIMARY SMELTING - 1.5%			
Phelps Dodge Corp.		19	1,087

RUBBER & PLASTIC - 1.0%			
CGIP	Fr	3	696

STONE, CLAY, GLASS & CONCRETE - 1.2%			
Cementos de Mexico SA	Mx	14	44
Dyckerhoff & Widmann AG	G	1	213
Industrie Zignago	It	36	200
Radex Heraklith Industries	Aus	4	127
Semen Cibinong	In	72	192
UAC Berhad	Ma	28	51
			827

TEXTILE MILL PRODUCTS - 0.1%			
Winsor Industrial Corp. Ltd.	HK	30	37
Tobacco products - 1.7%			
B.A.T. Industries PLC	UK	51	390
Imasco Ltd.	Ca	22	778
			1,168

TRANSPORTATION EQUIPMENT - 6.2%			
Equipements et Composants pour l'Industrie Automobile	Fr	2	335
Futaba Industrial	Ja	19	330
Honda Motor Company Ltd.	Ja	40	646
Kanto Auto Works	Ja	25	183
Lockheed Martin Corp.		6	370
McDonnell Douglas Corp.		26	1,618
Peugeot SA	Fr	3	401
Toyota Auto Body Co.	Ja	36	368
Varlen Corp.		5	113
			4,364

MINING - 2.7%			
METAL MINING - 0.3%			
Weinerberger Baustof	Aus	1	201

NONMETALLIC, EXCEPT FUELS - 1.5%			
Potash Corp. Saskatchewan, Inc.			
	Ca	10	555
Sungei Way Holdings Berhad	Ma	125	494

			1,049

OIL & GAS EXTRACTION - 0.9%			
Goal Petroleum Group PLC			
	UK	140	165
Petro Canada	Ca	22	209
Santos Ltd.	Au	85	234

			608

</TABLE>
See notes to investment portfolio.
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<TABLE>
INVESTMENT PORTFOLIO - CONTINUED

<CAPTION>			
COMMON STOCKS - CONT.	COUNTRY ABBREV.	SHARES	VALUE

<S>	<C>	<C>	<C>

RETAIL TRADE - 2.0%			
APPAREL & ACCESSORY STORES - 0.6%			
Christian Dior SA	Fr	5	\$ 454

AUTO DEALERS & GAS STATIONS - 0.2%			
Sime Darby Ltd.	HK	100	110

GENERAL MERCHANDISE STORES - 1.2%			
Federated Department Stores, Inc.			
		17	359
Hudson's Bay Company	Ca	10	192
Jardine Strategic Holdings	HK	90	304

			855

SERVICES - 2.8%			
Amusement & recreation - 0.1%			
Furama Hotel Enterprises			
	HK	50	58
Genting International Ltd.		(a)	(a)

			58

BUSINESS SERVICES - 1.3%			
Central Security Patrols			
	Ja	43	451
News Corp. Ltd.	Au	30	131
Ing C. Olivetti & C SPA	It	105	79
Orix Corp.	Ja	7	229

			890

HEALTH SERVICES - 0.7%			
Maxicare Health Plan			
		34	519

HOTELS, CAMPS, & LODGING - 0.7%			
New World Development			
	HK	203	527

TRANSPORTATION, COMMUNICATION, ELECTRIC, GAS & SANITARY SERVICES - 10.1%			
Air transportation - 1.3%			
Air Canada Corp.			
	Ca	22	101
British Airways PLC	UK	17	108
Lufthansa	G	4	523
Malaysian Airline System BHD	Ma	55	170

			902

COMMUNICATIONS - 0.9%			
Southern New England Telecommunications Corp.			
		12	407
Teleglobe, Inc.	Ca	7	108
Voksel El	In	90	111

			626

ELECTRIC, GAS & SANITARY SERVICES - 0.5%			

Empresa	Sp	15	382

ELECTRIC SERVICES - 3.1%			
Berliner Kraft & Licht	G	3	712
China Light & Power Co. Ltd.	HK	(a)	1
Compania Sevillana de Electricidad	Sp	6	28
Hidroel Cantabrico	Sp	4	115
Iberdrola SA	Sp	27	177
Lech-Elektrizitaetswerke	G	(a)	90
Pinnacle West Capital Corp.		17	361
Tohoku Electric Power	Ja	11	312
Union Electrica-Fenosa	Sp	95	\$ 397

			2,193

GAS SERVICES - 0.2%			
BC Gas, Inc.	Ca	16	167

SANITARY SERVICES - 3.6%			
North West Water PLC	UK	40	356
Northumbrian Water Group PLC	UK	80	1,141
Severn Trent Water PLC	UK	40	340
Southern Water PLC	UK	38	362
Yorkshire Water PLC	UK	40	351

			2,550

WATER TRANSPORTATION - 0.5%			
DFDS	De	(a)	263
Neptune Orient Lines Ltd.	Si	78	90

			353

WHOLESALE TRADE - 1.5%			
DURABLE GOODS - 1.4%			
Handleman Company		16	171
Lagardere Groupe	Fr	25	561
SA D'ieten NV	Be	3	229

			961

NONDURABLE GOODS - 0.1%			
Dalgety PLC	UK	12	83

Total common stocks (cost \$61,431)			67,266

</TABLE>
<TABLE>
<CAPTION>

BONDS (d) - 0.6%		CURRENCY ABBREV.	PAR	VALUE

<S>	<C>	<C>	<C>	<C>

GOVERNMENT AGENCIES - 0.6%				

Federal Farm Credit Bank, 11.900%	10/20/97	\$	100	111
Government National Mortgage Association, 10.500%	05/15/20	\$	119	130
Obligations Assimiable Du Tresor, 9.800%	01/30/96	FF	1,000	207

Total government agencies (cost \$398)				448

</TABLE>
<TABLE>
<CAPTION>

PREFERRED STOCKS - 0.2%		COUNTRY ABBREV.	SHARES	

<S>		<C>	<C>	<C>
CIC Union Europe (cost \$118)		Fr	1	107

RIGHTS (C) - 0.00%				

Jardine Strategic Holdings, expires 6/1/95 (cost (a))		Si	(a)	(a)

Total investments - 96.4% (cost \$61,947) (e)				67,821

SHORT-TERM OBLIGATIONS - 3.3%		PAR	

Repurchase agreement with Bankers Trust			

Securities Corp., dated 4/28/95, due
5/01/95 at 5.92%, collateralized by
U.S. Treasury notes with various
maturities to 1998, market value \$2,522
(repurchase proceeds \$2,297)

\$2,296 2,296

OTHER ASSETS & LIABILITIES, NET - 0.3% 237

NET ASSETS - 100% \$70,354

</TABLE>

See notes to investment portfolio.

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INVESTMENT PORTFOLIO - CONTINUED

Notes to investment portfolio:

- (a) Rounds to less than one.
- (b) This security is subject to the risks of the various countries in which the issuer is investing. (see notes to Financial Statements: Note 4 - Other).
- (c) Non-income producing.
- (d) Par of each bond is shown in its issued currency according to the abbreviations shown below. Value of all securities is shown in U.S. dollars.
- (e) Cost for federal income tax purposes is \$61,949.

<TABLE>

SUMMARY OF SECURITIES BY COUNTRY/CURRENCY

<CAPTION>

Country	Country/ Currency abbrev.	Value	% of total securities at value
<S>	<C>	<C>	<C>
United States	\$	\$19,185	28.3
Japan	Ja	10,578	15.6
France	Fr/FF	4,701	6.9
United Kingdom	UK	4,564	6.7
Germany	G	3,629	5.4
Netherlands	Ne	3,550	5.2
Spain	Sp	3,164	4.7
Canada	Ca	2,971	4.4
Hong Kong	HK	2,606	3.8
Australia	Au	1,971	2.9
Multi-national (b)		1,509	2.2
Denmark	De	1,339	2.0
Singapore	Si	1,101	1.6
Malaysia	Ma	1,033	1.5
Thailand	Th	736	1.1
Indonesia	In	675	1.0
Austria	Aus	671	1.0
Phillipines	Ph	642	1.0
Switzerland	Sz	565	0.8
Sweden	Sw	502	0.7
Italy	It	467	0.7
Ireland	Ir	458	0.7
Pakistan	Pa	351	0.5
Argentina	Ar	312	0.5
New Zealand	NZ	263	0.4
Belgium	Be	229	0.3
Mexico	Mx	44	0.1
Korea	Kr	5	0.0
		-----	-----
		\$67,821	100.0
		-----	-----

</TABLE>

Certain securities are listed by country of underlying exposure but may trade predominately on other exchanges.

NOTES TO FINANCIAL STATEMENTS (UNAUDITED)

NOTE 1. INTERIM FINANCIAL STATEMENTS

In the opinion of management of Colonial Global Equity Fund (the Fund), a series of Colonial Trust III, the accompanying financial statements contain all normal and recurring adjustments necessary for the fair presentation of the financial position of the Fund at April 30, 1995, and the results of its operations, the changes in its net assets and the selected financial highlights for the six months then ended.

NOTE 2. ACCOUNTING POLICIES

The Fund is a Massachusetts business trust, registered under the Investment Company Act of 1940, as amended, as a diversified, open-end, management investment company. The Fund may issue an unlimited number of shares. The Fund offers Class A shares sold with a front-end sales charge and Class B shares which are subject to an annual distribution fee and a contingent deferred sales charge. Class B shares will convert to Class A shares when they have been outstanding approximately eight years. The following significant accounting policies are consistently followed by the Fund in the preparation of its financial statements and conform to generally accepted accounting principles.

SECURITY VALUATION AND TRANSACTIONS

Equity securities are valued at the last sale price or, in the case of unlisted or listed securities, for which there were no sales during the day, at current quoted bid prices.

Debt securities generally are valued by a pricing service based upon market transactions for normal, institutional-size trading units of similar securities. When management deems it appropriate, an over-the-counter or exchange bid quotation is used.

Forward currency contracts are valued based on the weighted value of the exchange traded contracts with similar durations.

Short-term obligations with a maturity of 60 days or less are valued at amortized cost.

Continued on page 8.

FINANCIAL STATEMENTS

<TABLE>
STATEMENT OF ASSETS & LIABILITIES (UNAUDITED)
April 30, 1995
(in thousands except for per share amounts and footnote)

<S>	<C>	<C>
ASSETS		
Investments at value (cost \$61,947).....		\$67,821
Short-term obligations		2,296

		70,117
Cash held in foreign		
banks (cost \$31).....	\$ 31	
Receivable for:		
Dividends.....	227	
Foreign tax reclaims.....	82	
Fund shares sold.....	12	
Interest.....	8	
Expense reimbursement due		
from adviser.....	23	
Deferred organization expenses.....	18	
Other.....	10	411
	----	-----
Total assets.....		70,528
LIABILITIES		
Payable for:		
Fund shares repurchased.....	149	
Investments purchased.....	19	
Accrued:		
Deferred Trustees fees.....	1	
Other.....	5	

Total liabilities.....		174

NET ASSETS.....		\$70,354
		=====
Net asset value & redemption price per share -		
Class A (\$10,711/904).....		\$ 11.84
		=====
Maximum offering price per share - Class A		
(\$11.84/0.9425).....		\$ 12.56*
		=====
Net asset value & offering price per share -		
Class B (\$59,643/5,061).....		\$ 11.79
		=====
COMPOSITION OF NET ASSETS		
Capital paid in.....		\$62,957
Undistributed net investment income.....		148
Accumulated net realized gain.....		1,374
Net unrealized appreciation on:		
Investments.....		5,874

Foreign currency transactions..... 1

\$70,354
=====

<FN>
* On sales of \$50,000 or more the offering price is reduced.
</TABLE>

<TABLE>
STATEMENT OF OPERATIONS (UNAUDITED)
Six months ended April 30, 1995
(in thousands)

<S>	<C>	<C>
INVESTMENT INCOME		
Dividends.....		\$ 912
Interest.....		125

Total investment income (net of nonrebatable foreign taxes withheld at source which amounted to \$74).....		1,037
EXPENSES		
Management fee.....	261	
Service fee.....	86	
Distribution fee - Class B.....	223	
Transfer agent.....	124	
Bookkeeping fee.....	17	
Trustees fees.....	6	
Custodian fee.....	26	
Audit fee.....	17	
Legal fee.....	3	
Registration fees.....	16	
Reports to shareholders.....	3	
Amortization of deferred organization expenses.....	4	
Other.....	7	

	793	
Fees waived by the adviser.....	(136)	657

Net investment income.....		380

NET REALIZED AND UNREALIZED GAIN (LOSS) ON PORTFOLIO POSITIONS		
Net realized gain (loss) on:		
Investments.....	1,379	
Foreign currency transactions.....	(16)	

Net realized gain.....		1,363
Net unrealized depreciation during the period on:		
Investments.....	(652)	
Foreign currency transactions.....	(23)	

Net unrealized depreciation.....		(675)

Net gain.....		688

Net increase in net assets from operations.....		\$1,068
		=====

</TABLE>
See notes to financial statements.

FINANCIAL STATEMENTS - CONTINUED

<TABLE>
STATEMENT OF CHANGES IN NET ASSETS
(in thousands)

<CAPTION>	(unaudited)	
	Six months ended April 30	Year ended October 31
	-----	-----
	1995	1994
	-----	-----
<S>	<C>	<C>
INCREASE (DECREASE) IN NET ASSETS		
Operations		
Net investment income.....	\$ 380	\$ 439

Net realized gain.....	1,363	5,468
Net unrealized depreciation.....	(675)	(1,535)
	-----	-----
Net increase from operations.....	1,068	4,372
Distributions		
From net investment income - Class A.....	(86)	(80)
From net realized gains - Class A.....	(809)	(11)
From net investment income - Class B.....	(270)	(361)
From net realized gains - Class B.....	(4,674)	(163)
	-----	-----
	(4,771)	3,757
	-----	-----
Fund share transactions		
Receipts for shares sold - Class A.....	1,985	11,660
Value of distributions reinvested - Class A.....	833	79
Cost of shares repurchased - Class A.....	(1,951)	(3,294)
	-----	-----
	867	8,445
	-----	-----
Receipts for shares sold - Class B.....	5,259	32,682
Value of distributions reinvested - Class B.....	4,643	485
Cost of shares repurchased - Class B.....	(9,308)	(14,311)
	-----	-----
	594	18,856
	-----	-----
Net increase from Fund share transactions.....	1,461	27,301
	-----	-----
Total increase (decrease).....	(3,310)	31,058
NET ASSETS		
Beginning of period.....	73,664	42,606
	-----	-----
End of period (including undistributed net investment income of \$148 and \$96, respectively).....	\$70,354	\$ 73,664
	=====	=====
NUMBER OF FUND SHARES		
Sold - Class A.....	171	937
Issued for distributions reinvested - Class A.....	75	7
Repurchased - Class A.....	(171)	(265)
	-----	-----
	75	679
	-----	-----
Sold - Class B.....	453	2,643
Issued for distributions reinvested - Class B.....	420	40
Repurchased - Class B.....	(810)	(1,170)
	-----	-----
	63	1,513
	-----	-----
Net increase in shares outstanding.....	138	2,192
Outstanding at		
Beginning of year.....	5,827	3,635
	-----	-----
End of year.....	5,965	5,827
	=====	=====

</TABLE>
See notes to financial statements.

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NOTES TO FINANCIAL STATEMENTS - CONTINUED

The value of all assets and liabilities quoted in foreign currencies are translated into U.S. dollars at that day's exchange rates.
Portfolio positions which cannot be valued as set forth above are valued at fair value under procedures approved by the Trustees.
Security transactions are accounted for on the date the securities are purchased or sold.
Cost is determined and gains and losses are based upon the specific identification method for both financial statement and federal income tax purposes.

DETERMINATION OF CLASS NET ASSET VALUES AND FINANCIAL HIGHLIGHTS

All income, expenses (other than the Class B distribution fee), realized and unrealized gains (losses) are allocated to each class proportionately on a daily basis for purposes of determining the net asset value of each class.
The per share data was calculated using the average shares outstanding during the period. In addition, Class B net investment income per share data reflects the distribution fee applicable to Class B shares only.
Class B ratios are calculated by adjusting the expense and net investment income ratios for the Fund for the entire period by the distribution fee applicable to Class B shares only.

FEDERAL INCOME TAXES

Consistent with the Fund's policy to qualify as a regulated investment company and to distribute all of its taxable income, no federal income tax has

been accrued.

INTEREST INCOME, DEBT DISCOUNT AND PREMIUM

Interest income is recorded on the accrual basis. Original issue discount is accreted to interest income over the life of a security with a corresponding increase in the cost basis; premium and market discount are not amortized or accreted.

DEFERRED ORGANIZATION EXPENSES

The Fund incurred \$43,895 of expenses in connection with its organization, initial registration with the Securities and Exchange Commission and with various states, and the initial public offering of its shares. These expenses were deferred and are being amortized on a straight-line basis over five years.

DISTRIBUTIONS TO SHAREHOLDERS

Distributions to shareholders are recorded on the ex-date.

The amount and character of income and gains to be distributed are determined in accordance with income tax regulations which may differ from generally accepted accounting principles.

FOREIGN CURRENCY TRANSACTIONS

The Fund has adopted Statement of Position 93-4, Foreign Currency Accounting and Financial Statement Presentation for Investment Companies. Accordingly, net realized and unrealized gain (loss) on foreign currency transactions includes the fluctuation in exchange rates on gains and losses between trade and settlement dates on securities transactions, gains and losses arising from the disposition of foreign currency, and currency gains and losses between the accrual and payment dates on dividend and interest income and foreign withholding taxes.

The Fund does not distinguish that portion of gains and losses on investments which is due to changes in foreign exchange rates from that which is due to changes in market prices of the investments. Such fluctuations are included with the net realized and unrealized gains and losses from investments.

FORWARD CURRENCY CONTRACTS

The Fund may enter into forward currency contracts to purchase or sell foreign currencies at predetermined exchange rates in connection with the settlement of purchases and sales of securities. The Fund may also enter into forward currency contracts to hedge certain other foreign

NOTES TO FINANCIAL STATEMENTS - CONTINUED

currency denominated assets. The contracts are used to minimize the exposure to foreign exchange rate fluctuations during the period between trade and settlement date of the contracts. All contracts are marked-to-market daily, resulting in unrealized gains or losses which become realized at the time the forward currency contracts are closed or mature. Realized and unrealized gains (losses) arising from such transactions are included in net realized and unrealized gains (losses) on foreign currency transactions. Forward currency contracts do not eliminate fluctuations in the prices of the Fund's portfolio securities. While the maximum potential loss from such contracts is the aggregate face value in U.S. dollars at the time the contract was opened, the actual exposure is typically limited to the change in value of the contract (in U.S. dollars) over the period it remains open. Risks may also arise if counterparties fail to perform their obligations under the contracts.

OTHER

Corporate actions are recorded on the ex-date (except for certain foreign securities which are recorded as soon after ex-date as the Fund becomes aware of such), net of nonrebutable tax withholdings. Where a high level of uncertainty as to collection exists, income on securities is recorded net of all tax withholdings with any rebates recorded when received.

The Fund's custodian takes possession through the federal book-entry system of securities collateralizing repurchase agreements. Collateral is marked-to-market daily to ensure that the market value of the underlying assets remains sufficient to protect the Fund. The Fund may experience costs and delays in liquidating the collateral if the issuer defaults or enters bankruptcy.

NOTE 3. FEES AND COMPENSATION PAID TO AFFILIATES

MANAGEMENT FEE

Colonial Management Associates, Inc. (the Adviser) is the investment adviser of the Fund and furnishes accounting and other services and office facilities for a monthly fee equal to 0.75% annually of the Fund's average net assets.

BOOKKEEPING FEE

The Adviser provides bookkeeping and pricing services for \$27,000 per year plus 0.035% of the Fund's average net assets over \$50 million.

TRANSFER AGENT

Colonial Investors Service Center, Inc., (the Transfer Agent), an affiliate of the Adviser, provides shareholder services for a monthly fee equal to 0.25% annually of the Fund's average net assets and receives a reimbursement for certain out of pocket expenses.

UNDERWRITING DISCOUNTS, SERVICE AND DISTRIBUTION FEES

The Adviser, through Colonial Investment Services, Inc., (the Distributor), is the Fund's principal underwriter. During the six months ended April 30, 1995, the Distributor retained net underwriting discounts of \$3,732 on sales of the Fund's Class A shares and received contingent deferred sales charges (CDSC) of \$90,679 on Class B share redemptions.

The Fund has adopted a 12b-1 plan which requires it to pay the Distributor a service fee equal to 0.25% annually of the Fund's net assets as of the 20th of each month. The plan also requires the payment of a distribution fee to the Distributor equal to 0.75% of the average net assets attributable to Class B shares.

The CDSC and the fees received from the 12b-1 plan are used principally as repayment to the Distributor for amounts paid by the Distributor to dealers who sold such shares.

NOTES TO FINANCIAL STATEMENTS - CONTINUED

EXPENSE LIMITS

The Adviser has agreed, until further notice, to waive fees and bear certain Fund expenses to the extent that total expenses (exclusive of service fees, distribution fees, brokerage commissions, interest, taxes and extraordinary expenses, if any) exceed 1.00% annually of the Fund's average net assets.

OTHER

The Fund pays no compensation to its officers, all of whom are employees of the Adviser.

The Fund's Trustees may participate in a deferred compensation plan which may be terminated at any time. Obligations of the plan will be paid solely out of the Fund's assets.

NOTE 4. PORTFOLIO INFORMATION

For the six months ended April 30, 1995, purchases and sales of investments, other than short-term obligations, were \$30,541,023 and \$31,255,601, respectively, of which none and \$30,626, respectively, were U.S. government securities.

<TABLE>

Unrealized appreciation (depreciation) at April 30, 1995, based on cost of investments for federal income tax purposes was:

<S>	<C>
Gross unrealized appreciation.....	\$ 8,382,946
Gross unrealized depreciation.....	(2,510,763)

Net unrealized appreciation.....	\$ 5,872,183

</TABLE>

OTHER

There are certain additional risks involved when investing in foreign securities that are not inherent with investments in domestic securities. These risks may involve foreign currency exchange rate fluctuations, adverse political and economic developments and the possible prevention of currency exchange or other foreign governmental laws or restrictions.

The Fund may focus its investments in certain industries, subjecting it to greater risk than a fund that is more diversified.

NOTE 5. RESULTS OF SPECIAL SHAREHOLDERS MEETING

On February 15, 1995, a special meeting of shareholders was held and a new Management Agreement between the Trust and Colonial Management Associates, Inc. was approved that became effective upon the completion of the merger of The Colonial Group, Inc. and Apple Merger Corporation, a subsidiary of Liberty Financial Companies, Inc. on March 24, 1995. Out of the shares of beneficial interest outstanding on December 9, 1994, 3,804,463 voted for the new Management Agreement 36,958 voted against and 171,992 abstained. Of the shares of beneficial interest outstanding that abstained, 42,062 represent broker non-votes.

ABOUT OUR COVER...

[GRAPHIC] The symbol on the cover of this Report

represents the Fund's primary investment focus on common stocks.

Colonial Global Equity Fund mails one shareholder report to each shareholder address. If you would like more than one report, please call our Literature Department at 1-800-248-2828 and additional reports will be sent to you.

SHAREHOLDER SERVICES AND TRANSFER AGENT
Colonial Investors Service Center, Inc.
P.O. Box 1722
Boston, MA 02105-1722
1-800-345-6611

This material may be used with potential investors if it is preceded or accompanied by a current Fund prospectus containing more complete information including fees, risks, and expenses.

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<TABLE>

FINANCIAL HIGHLIGHTS (B)

Selected data for a share of each class outstanding throughout each period are as follows:

<CAPTION>

	(UNAUDITED) SIX MONTHS ENDED APRIL 30		YEAR ENDED OCTOBER 31				PERIOD ENDED OCTOBER 31	
	1995		1994		1993		1992 (C)	
	CLASS A	CLASS B	CLASS A	CLASS B	CLASS A	CLASS B	CLASS A	CLASS B
<S>	<C>	<C>	<C>	<C>	<C>	<C>	<C>	<C>
Net asset value - Beginning of period.....	\$12.690	\$12.630	\$11.760	\$11.720	\$ 9.340	\$ 9.310	\$10.000	\$10.000
Income from investment operations:								
Net investment income (a).....	0.099	0.056	0.170	0.077	0.182	0.104	0.088	0.059
Net realized and unrealized gain (loss) on investments.....	0.095	0.103	0.969	0.959	2.461	2.447	(0.748)	(0.749)
Total from investment operations.....	0.194	0.159	1.139	1.036	2.643	2.551	(0.660)	(0.690)
Less distributions declared to shareholders:								
From net investment income.....	(0.100)	(0.055)	(0.166)	(0.083)	(0.223)	(0.141)	--	--
From net realized gains.....	(0.944)	(0.944)	(0.043)	(0.043)	--	--	--	--
Total distributions declared to shareholders.....	(1.044)	(0.999)	(0.209)	(0.126)	(0.223)	(0.141)	--	--
Net asset value - End of period.....	\$11.840	\$11.790	\$12.690	\$12.630	\$11.760	\$11.720	\$ 9.340	\$ 9.310
Total return (d) (e).....	2.09%(f)	1.78%(f)	9.76%	8.88%	28.77%	27.70	(6.59)%(f)	(6.90)%(f)
Ratios to average net assets								
Operating expenses.....	1.25%(g)	2.00%(g)	1.25%	2.00%	1.25%	2.00%	1.25%(g)	2.00%(g)
Interest expense.....	--	--	--	--	0.01%	0.01%	--	--
Fees and expenses waived or borne by the adviser.....	0.39%(g)	0.39%(g)	0.36%	0.36%	0.51%	0.51%	0.67%(g)	0.67%(g)
Net investment income.....	1.73%(g)	0.98%(g)	1.38%	0.63%	1.75%	1.00%	2.25%(g)	1.50%(g)
Portfolio turnover.....	93%(g)	93%(g)	52%	52%	58%	58%	14%(g)	14%(g)
Net assets at end of period (000).....	\$10,711	\$59,643	\$10,525	\$63,139	\$ 1,769	\$40,837	\$ 164	\$32,099

<FN>

- (a) Net of fees and expenses waived or borne by the adviser which amounted to..... \$ 0.022 \$ 0.022 \$ 0.045 \$ 0.045 \$ 0.053 \$ 0.053 \$ 0.026 \$ 0.026
- (b) Per share data was calculated using average shares outstanding during the period.
- (c) The Fund commenced investment operations on June 8, 1992.
- (d) Total return at net asset value assuming all distributions reinvested and no initial sales charge or CDSC.
- (e) Had the adviser not waived or reimbursed a portion of expenses total return would have been reduced.
- (f) Not annualized.
- (g) Annualized.

</TABLE>

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[LOGO] COLONIAL
MUTUAL FUNDS

[GRAPHIC]

COLONIAL
GLOBAL EQUITY
FUND

SEMIANNUAL REPORT
APRIL 30, 1995

[LOGO] COLONIAL
MUTUAL FUNDS

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