

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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Business Address
*FEDERATED INVESTORS
TOWER
PITTSBURGH PA 15222
4122881900*

NEWPOINT GOVERNMENT
MONEY MARKET FUND

SEMI-ANNUAL REPORT
MAY 31, 1995

A Diversified Portfolio of Newpoint Funds
an Open-End, Management Investment Company

FEDERATED SECURITIES CORP.

Distributor

Cusip 735686107
G00580-03 (7/95)

PRESIDENT'S MESSAGE

Dear Shareholder:

I am pleased to present the Semi-Annual Shareholder's Report of the Newpoint Government Money Market Fund for the six-month period ending May 31, 1995. This report provides you with complete financial information for the fund, including an investment review by the portfolio manager, a list of investments for the fund, and the financial statements.

The fund is an excellent way to earn daily income from your investment dollars. And since the fund invests only in short-term U.S. government securities that are guaranteed for prompt payment of principal and interest, you can rest easy knowing that your money will be there when you need it.

Please note the following highlights from the last six-month reporting period.*

The fund paid shareholders dividends of \$1.5 million, or \$0.03 per share. Assets in the fund amounted to \$62.7 million at the end of the reporting period.

Thank you for your confidence in the Newpoint Government Money Market Fund as a way to put your money to work. We will continue to keep you informed on your investment, and welcome your comments and questions.

Sincerely,

Edward C. Gonzales
President
June 15, 1995

* Performance quoted represents past performance. 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.

INVESTMENT REVIEW

The money markets have been wrought with constant change for the past year as the Federal Reserve Bank Chairman Greenspan increased short-term rates to stave off inflation before it could gain momentum. The last move, raising the Fed discount rate to six percent, came in February of this year. After being shunned for two years, money market funds have become an attractive investment alternative to other fixed income assets as yields have followed the moves of the Fed. A surprisingly strong drop in intermediate and long-term interest rates this year, resulting in relative flattening of the yield curve, magnified this phenomenon. Money market rates have been very steady, at just under six percent

so far this year, and the yield curve has been flat, meaning an investor can earn almost the same yield on the money market fund as bonds, without the associated volatility.

To make the most of a flat yield curve, the Fund has just under half its assets in overnight repurchase agreements which carry an attractive yield. The rest of the portfolio is laddered in agency discount notes which yield a higher return than their treasury counterparts. The average maturity of the fund has been pegged at 40-60 days. In this way the fund maximizes yield to shareholders while providing regular opportunities for reinvestment. As always, we continue to monitor the interest rate environment closely and stand prepared to invest the Newpoint Government Money Market Fund's portfolio to optimize yield within the high quality standards of the Fund.

Kathleen E. Wells
Trust Officer
of FIRSTMERIT First National Bank

NEWPOINT GOVERNMENT MONEY MARKET FUND
(FORMERLY, PORTAGE GOVERNMENT MONEY MARKET FUND)
PORTFOLIO OF INVESTMENTS
MAY 31, 1995
(UNAUDITED)

<TABLE> <CAPTION> PRINCIPAL AMOUNT		VALUE
<C>	<C> <S>	<C>
	U.S. GOVERNMENT AGENCY OBLIGATIONS--55.7%	
	FEDERAL FARM CREDIT BANK--11.3%	
\$ 7,080,000	5.47%-5.70%, 6/1/1995-9/1/1995	\$ 7,081,309
	FEDERAL FARM CREDIT BANK-DISCOUNT NOTE--4.7%	
3,000,000	5.87%, 6/27/1995	2,987,282
	FEDERAL HOME LOAN BANK-DISCOUNT NOTES--25.3%	
16,000,000	5.86%-6.50%, 6/2/1995-10/20/1995	15,858,215
	FEDERAL HOME LOAN MORTGAGE CORPORATION--9.6%	
6,000,000	7.24%, 2/5/1996	6,015,298
	FEDERAL NATIONAL MORTGAGE ASSOCIATION-DISCOUNT NOTE--4.8%	
3,000,000	5.86%, 6/16/1995	2,992,675
	TOTAL U.S. GOVERNMENT AGENCY OBLIGATIONS	34,934,779
	*REPURCHASE AGREEMENTS--44.2%	
12,752,000	Merrill Lynch, Pierce, Fenner & Smith, Inc., 6.00%, dated 5/31/1995, due 6/1/1995	12,752,000
5,000,000	Sanwa-BGK Securities, Inc., 6.00%, dated 5/31/1995, due 6/1/1995	5,000,000
10,000,000	Smith Barney, Inc., 6.00%, dated 5/31/1995, due 6/1/1995	10,000,000
	TOTAL REPURCHASE AGREEMENTS	27,752,000

</TABLE>

+ Also represents cost for federal tax purposes.

* Repurchase agreements are fully collateralized by U.S. Treasury Obligations based on market prices at the date of the portfolio.

Note: The categories of investments are shown as a percentage of net assets (\$62,729,030) at May 31, 1995.

(See Notes which are an integral part of the Financial Statements)

NEWPOINT GOVERNMENT MONEY MARKET FUND
(FORMERLY, PORTAGE GOVERNMENT MONEY MARKET FUND)
STATEMENT OF ASSETS AND LIABILITIES
MAY 31, 1995
(UNAUDITED)

	<C>	<C>
ASSETS:		
Investments in repurchase agreements	\$27,752,000	
Investments in other securities	34,934,779	
Total investments in securities, at amortized cost and value		\$62,686,779
Cash		381
Income receivable		282,509
Deferred expenses		4,120
Total assets		62,973,789
LIABILITIES:		
Income distribution payable	220,436	
Payable for shares redeemed	1,413	
Accrued expenses	22,910	
Total liabilities		244,759
Net Assets for 62,729,030 shares outstanding		\$62,729,030
NET ASSET VALUE, Offering Price and Redemption Proceeds Per Share: (\$62,729,030 / 62,729,030 shares outstanding)		\$1.00

</TABLE>

(See Notes which are an integral part of the Financial Statements)

NEWPOINT GOVERNMENT MONEY MARKET FUND
(FORMERLY, PORTAGE GOVERNMENT MONEY MARKET FUND)
STATEMENT OF OPERATIONS
SIX MONTHS ENDED MAY 31, 1995
(UNAUDITED)

<TABLE>

<S>	<C>	<C>
INVESTMENT INCOME:		

Interest		\$1,782,058

EXPENSES:		

Investment advisory fee	\$152,191	

Administrative personnel and services fee	45,657	

Custodian fees	13,790	

Transfer agent and dividend disbursing agent fees and expenses	21,625	

Directors'/Trustees' fees	2,841	

Auditing fees	9,257	

Legal fees	4,244	

Portfolio accounting fees	21,141	

Share registration costs	15,307	

Printing and postage	5,880	

Insurance premiums	2,550	

Miscellaneous	4,322	

Total expenses	298,805	

Deduct--Waiver of investment advisory fee	60,876	

Net expenses		237,929

Net investment income		\$1,544,129

</TABLE>

(See Notes which are an integral part of the Financial Statements)

NEWPOINT GOVERNMENT MONEY MARKET FUND
(FORMERLY, PORTAGE GOVERNMENT MONEY MARKET FUND)
STATEMENT OF CHANGES IN NET ASSETS

<TABLE>
<CAPTION>

	SIX MONTHS ENDED MAY 31, 1995 (UNAUDITED)	YEAR ENDED NOVEMBER 30, 1994
<S>	<C>	<C>
INCREASE (DECREASE) IN NET ASSETS:		

OPERATIONS--		

Net investment income	\$ 1,544,129	\$ 1,986,954

DISTRIBUTIONS TO SHAREHOLDERS--		

Distributions from net investment income:		

Trust Shares	(1,544,129)	(1,947,673)

Investment Shares	--	(39,281)
Change in net assets resulting from distributions to shareholders	(1,544,129)	(1,986,954)
SHARE TRANSACTIONS--		
Proceeds from sale of shares	91,825,697	174,363,488
Net asset value of shares issued to shareholders in payment of distributions declared	255,119	265,707
Cost of shares redeemed	(93,220,003)	(169,972,634)
Change in net assets resulting from share transactions	(1,139,187)	4,656,561
Change in net assets	(1,139,187)	4,656,561
NET ASSETS:		
Beginning of period	63,868,217	59,211,656
End of period	\$62,729,030	\$ 63,868,217

</TABLE>

(See Notes which are an integral part of the Financial Statements)

NEWPOINT GOVERNMENT MONEY MARKET FUND
(FORMERLY, PORTAGE GOVERNMENT MONEY MARKET FUND)
FINANCIAL HIGHLIGHTS--TRUST SHARES

(FOR A SHARE OUTSTANDING THROUGHOUT EACH PERIOD)

<TABLE>
<CAPTION>

	SIX MONTHS ENDED MAY 31, 1995 (UNAUDITED)	YEAR ENDED NOVEMBER 30,			
		1994	1993	1992	1991 (A)
NET ASSET VALUE, BEGINNING OF PERIOD	\$ 1.00	\$1.00	\$1.00	\$1.00	\$1.00
INCOME FROM INVESTMENT OPERATIONS					
Net investment income	0.03	0.03	0.02	0.03	0.04
LESS DISTRIBUTIONS					
Distributions from net investment income	(0.03)	(0.03)	(0.02)	(0.03)	(0.04)
NET ASSET VALUE, END OF PERIOD	\$ 1.00	\$1.00	\$1.00	\$1.00	\$1.00
TOTAL RETURN (B)	2.56%	3.25%	2.47%	3.23%	3.87%
RATIOS TO AVERAGE NET ASSETS					
Expenses	0.78% (c)	0.77%	0.74%	0.73%	0.57% (c)
Net investment income	5.07% (c)	3.24%	2.44%	3.21%	5.26% (c)
Expense waiver/reimbursement (d)	0.20% (c)	0.20%	0.20%	0.20%	0.26% (c)

SUPPLEMENTAL DATA

Net assets, end of period (000 omitted)	\$62,729	\$63,868	\$48,897	\$54,111	\$64,140
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</TABLE>

- (a) Reflects operations for the period from March 11, 1991 (date of initial public investment) to November 30, 1991. For the period from start of business, December 20, 1990, to March 10, 1991, net investment income per share aggregating \$0.0136 per share (\$1,346) was distributed to Federated Administrative Services.
- (b) Based on net asset value, which does not reflect the sales load or contingent deferred sales charge, if applicable.
- (c) Computed on an annualized basis.
- (d) This voluntary expense decrease is reflected in both the expense and net investment income ratios shown above.

As of February 1, 1994, Investment Shares were no longer offered and ceased to exist. Prior to that date, the Fund had offered two classes of shares, known as Trust Shares and Investments Shares.

(See Notes which are an integral part of the Financial Statements)

NEWPOINT GOVERNMENT MONEY MARKET FUND
(FORMERLY, PORTAGE GOVERNMENT MONEY MARKET FUND)
FINANCIAL HIGHLIGHTS--INVESTMENT SHARES

(FOR A SHARE OUTSTANDING THROUGHOUT EACH PERIOD)

<TABLE>
<CAPTION>

	SIX MONTHS ENDED MAY 31, 1995 (UNAUDITED)	YEAR ENDED NOVEMBER 30,			
		1994 (A)	1993	1992	1991 (B)
<S>	<C>	<C>	<C>	<C>	<C>
NET ASSET VALUE, BEGINNING OF PERIOD	--	\$1.00	\$1.00	\$1.00	\$1.00
INCOME FROM INVESTMENT OPERATIONS					
Net investment income	--	0.004	0.02	0.03	0.04
LESS DISTRIBUTIONS					
Distributions from net investment income	--	(0.004)	(0.02)	(0.03)	(0.04)
NET ASSET VALUE, END OF PERIOD	--	\$1.00	\$1.00	\$1.00	\$1.00
TOTAL RETURN (C)	--	0.40%	2.47%	3.23%	3.87%
RATIOS TO AVERAGE NET ASSETS					
Expenses	--	0.79%	0.74%	0.73%	0.57% (d)
Net investment income	--	2.37%	2.44%	3.13%	5.26% (d)
Expense waiver/reimbursement (e)	--	0.45%	0.45%	0.46%	0.51% (d)
SUPPLEMENTAL DATA					
Net assets, end of period (000 omitted)	\$0	\$0	\$10,315	\$14,114	\$7,933

</TABLE>

- (a) Reflects operations from December 1, 1993 to January 31, 1994.
- (b) Reflects operations for the period from March 11, 1991 (date of initial public investment) to November 30, 1991. For the period from start of business, December 20, 1990, to March 10, 1991, net investment income per share aggregating \$0.0136 per share (\$1,346) was distributed to Federated Administrative Services.
- (c) Based on net asset value, which does not reflect the sales load or contingent deferred sales charge, if applicable.
- (d) Computed on an annualized basis.
- (e) This voluntary expense decrease is reflected in both the expense and net investment income ratios shown above.

As of February 1, 1994, Investment Shares were no longer offered and ceased to exist. Prior to that date, the Fund had offered two classes of shares, known as Trust Shares and Investments Shares.

(See Notes which are an integral part of the Financial Statements)

NEWPOINT GOVERNMENT MONEY MARKET FUND
(FORMERLY, PORTAGE GOVERNMENT MONEY MARKET FUND)
NOTES TO FINANCIAL STATEMENTS
MAY 31, 1995
(UNAUDITED)

(1) ORGANIZATION

Newpoint Funds (the "Trust") is registered under the Investment Company Act of 1940, as amended (the "Act"), as an open-end management investment company. The Trust consists of two diversified portfolios. The financial statements included herein present only those of Newpoint Government Money Market Fund (the "Fund"). The financial statements of the other portfolio are presented separately. The assets of each portfolio are segregated and a shareholder's interest is limited to the portfolio in which shares are held.

As of February 1, 1994, Investment Shares were no longer offered and ceased to exist. Prior to that date, the Funds had offered two classes of shares (Trust Shares and Investment Shares). Investment Shares were identical in all respects to Trust Shares, except that Investment Shares were sold pursuant to a Distribution Plan adopted in accordance with the Act's Rule 12b-1.

(2) SIGNIFICANT ACCOUNTING POLICIES

The following is a summary of significant accounting policies consistently followed by the Fund in the preparation of its financial statements. These policies are in conformity with generally accepted accounting principles.

INVESTMENT VALUATIONS--The Fund's use of the amortized cost method to value its portfolio securities is in accordance with Rule 2a-7 under the Act.

REPURCHASE AGREEMENTS--It is the policy of the Fund to require the custodian bank to take possession, to have legally segregated in the Federal Reserve Book Entry System, or to have segregated within the custodian bank's vault, all securities held as collateral under repurchase agreement transactions. Additionally, procedures have been established by the Fund to monitor, on a daily basis, the market value of each repurchase agreement's collateral to ensure that the value of collateral at least equals the repurchase price to be paid under the repurchase agreement transaction.

The Fund will only enter into repurchase agreements with banks and other recognized financial institutions, such as broker/dealers, which are deemed

by the Fund's adviser to be creditworthy pursuant to the guidelines and/or standards established or reviewed by the Board of Trustees (the "Trustees").

Risks may arise from the potential inability of counterparties to honor the terms of the repurchase agreement. Accordingly, the Fund could receive less than the repurchase price on the sale of collateral securities.

INVESTMENT INCOME, EXPENSES AND DISTRIBUTIONS--Interest income and expenses are accrued daily. Bond premium and discount, if applicable, are amortized as required by the Internal Revenue Code, as amended (the "Code"). Distributions to shareholders are recorded on the ex-dividend date.

FEDERAL TAXES--It is the Fund's policy to comply with the provisions of the Code applicable to regulated investment companies and to distribute to shareholders each year substantially all of its taxable income. Accordingly, no provisions for federal tax are necessary.

WHEN-ISSUED AND DELAYED DELIVERY TRANSACTIONS--The Fund may engage in when-issued or delayed delivery transactions. The Fund records when-issued securities on the trade date and maintains security positions such that sufficient liquid assets will be available to make payment for the securities purchased. Securities purchased on a when-issued or delayed delivery basis are marked to market daily and begin earning interest on the settlement date.

DEFERRED EXPENSES--The costs incurred by the Fund with respect to registration of its shares in its first fiscal year, excluding the initial expense of registering the shares, have been deferred and are being amortized using the straight-line method not to exceed a period of five years from the Fund's commencement date.

OTHER--Investment transactions are accounted for on the trade date.

(3) SHARES OF BENEFICIAL INTEREST

The Declaration of Trust permits the Trustees to issue an unlimited number of full and fractional shares of beneficial interest (without par value) for each class of shares. At May 31, 1995, capital paid in aggregated \$62,729,030. Transactions in shares were as follows:

<TABLE>
<CAPTION>

TRUST SHARES	SIX MONTHS ENDED MAY 31, 1995	YEAR ENDED NOVEMBER 30, 1994
<S>	<C>	<C>
Shares sold	91,825,697	171,031,425
Shares issued in payment of dividends declared	255,119	246,984
Shares redeemed	(93,220,003)	(156,307,374)
Net change resulting from Trust Share transactions	(1,139,187)	14,971,035

</TABLE>

<TABLE>
<CAPTION>

INVESTMENT SHARES	SIX MONTHS ENDED MAY 31, 1995*	YEAR ENDED NOVEMBER 30, 1994
<S>	<C>	<C>
Shares sold	--	3,332,063

Shares issued in payment of dividends declared	--	18,723
Shares redeemed	--	(13,665,260)
Net change resulting from Investment Share transactions	--	(10,314,474)
Net change resulting from Fund share transactions	(1,139,187)	4,656,561

</TABLE>

*As of February 1, 1994, Investment Shares were no longer offered and ceased to exist.

(4) INVESTMENT ADVISORY FEE AND OTHER TRANSACTIONS WITH AFFILIATES

INVESTMENT ADVISORY FEE--FirstMerit First National Bank, the Fund's investment adviser (the "Adviser"), receives for its services an annual investment advisory fee equal to .50 of 1% of the Fund's average daily net assets. The Adviser may voluntarily choose to waive a portion of its fee. The Adviser can modify or terminate the voluntary waiver at any time at its sole discretion.

ADMINISTRATIVE FEE--Federated Administrative Services ("FAS") provides the Fund with certain administrative personnel and services. The FAS fee is based on the level of average aggregate net assets of the Trust for the period. FAS may voluntarily choose to waive a portion of its fee. FAS can modify or terminate this voluntary waiver at any time at its sole discretion.

TRANSFER AND DIVIDEND DISBURSING AGENT AND PORTFOLIO ACCOUNTING FEES--Federated Services Company ("FServ") serves as transfer and dividend disbursing agent for the Fund. The fee is based on the size, type, and number of accounts and transactions made by shareholders.

FServ also maintains the Fund's accounting records for which it receives a fee. The fee is based on the level of the Fund's average net assets for the period, plus out-of-pocket expenses.

ORGANIZATIONAL EXPENSES--Organizational expenses (\$114,169) were initially borne by FAS. The Fund has agreed to reimburse FAS at an annual rate of .005 of 1% of average daily net assets for organizational expenses, until either expenses initially borne by FAS are fully reimbursed or the expiration of five years from January 8, 1991 (the date the Fund became effective), whichever occurs earlier. For the six months ended May 31, 1995, the Fund paid \$1,335 pursuant to this agreement.

GENERAL--Certain of the Officers of the Trust are Officers and Directors or Trustees of the above companies.

TRUSTEES

John F. Donahue
 Thomas G. Bigley
 John T. Conroy, Jr.
 William J. Copeland
 J. Christopher Donahue
 James E. Dowd
 Lawrence D. Ellis, M.D.
 Edward L. Flaherty, Jr.
 Edward C. Gonzales
 Peter E. Madden
 Gregor F. Meyer
 John E. Murray, Jr.
 Wesley W. Posvar
 Marjorie P. Smuts

OFFICERS

John F. Donahue
 Chairman
 Edward C. Gonzales
 President and Treasurer
 J. Christopher Donahue
 Vice President
 Richard B. Fisher
 Vice President
 John W. McGonigle
 Vice President and Secretary
 Craig P. Churman
 Vice President and Assistant Treasurer
 David M. Taylor
 Assistant Treasurer
 S. Elliott Cohan
 Assistant Secretary

Mutual funds are not bank deposits or obligations of First National Bank of Ohio, are not endorsed or guaranteed by First National Bank of Ohio, or any bank, and are not obligations of, guaranteed by, or insured by the U.S. government, the Federal Deposit Insurance Corporation, the Federal Reserve Board, or any other government agency. Investment in mutual funds involves investment risk, including possible loss of principal. Although money market funds seek to maintain a stable net asset value of \$1.00 per share, there is no assurance that they will be able to do so.

This report is authorized for distribution to prospective investors only when preceded or accompanied by the Funds' prospectus, which contains facts concerning its objective and policies, management fees, expenses and other information.

NEWPOINT EQUITY FUND

SEMI-ANNUAL REPORT
MAY 31, 1995

A Diversified Portfolio of Newpoint Funds
an Open-End, Management Investment Company

FEDERATED SECURITIES CORP.

Distributor

Cusip 735686305
G01234-01 (7/95)

PRESIDENT'S MESSAGE

Dear Shareholder:

I am pleased to present the Semi-Annual Shareholder's Report of the Newpoint Equity Fund for the six-month period ending May 31, 1995. This report provides you with complete financial information for the fund, including an investment review by the portfolio manager, a list of investments for the fund, and the financial statements.

The fund paid shareholders dividends of over \$99,000, or \$0.06 per share. Assets in the fund grew to \$20.9 million at the end of the reporting period.*

Thank you for your confidence in the Newpoint Equity Fund as a way to put the stock market to work for you. We will continue to keep you informed on your investment, and welcome your comments and questions.

Sincerely,

Edward C. Gonzales
President
July 15, 1995

* Performance quoted represents past performance. 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.

INVESTMENT REVIEW

The stock market performance for the first half of 1995 has been very strong with the S&P 500 and Dow Jones Industrial average advancing 17%.* All industrial groups have been participating in the advance to varying degrees, but technology has been leading the pack. The micro-computer chip is the driving force behind

this group's year-to-date price leading performance. The power of the micro-computer chip has been doubling every 18 months and the price has been dropping 50% over the same time frame. The PC is becoming ubiquitous. Even small companies can afford PCs. Service and industrial productivity have benefited from the enhancing power of the PC; and the PC is quickly changing all work into knowledge work.

Capital spending is becoming the dominant economic force driving our economy and the dominant theme of the stock market. It seems that each decade is dominated by a theme. By overweighting your investment portfolio to reflect the decade's dominate theme your portfolio's performance may be enhanced. In the 1960's, technology dominated the stock market. In the 1970's, the baton was passed to the energy sector. The 1980's were dominated by brand-name consumer companies. The capital spending boom centered on technology will soon broaden out to include many industrial groups. Increased productivity will create demand for industrial materials such as steel, aluminum and cement as well as machinery, equipment, and communications. Increased capacity results in increased production which require more trucks, airplanes, and railroad cars to deliver the new production. The ripple effect through our economy of increased productivity from technology should translate into the decade's major investment theme: capital spending.

Our portfolio is currently overweighted in technology and capital goods. We feel this is the best long-term strategy for our fund.

Wesley C. Meinerding
 Vice President & Trust Officer
 of FIRSTMERIT First National Bank

* These indices are unmanaged.

NEWPOINT EQUITY FUND
 PORTFOLIO OF INVESTMENTS
 MAY 31, 1995
 (UNAUDITED)

<TABLE>
 <CAPTION>

SHARES		VALUE
<C>	<C> <S>	<C>
COMMON STOCKS--88.2%		

	BASIC INDUSTRY--11.0%	
8,000	Aluminium Company of America	\$ 372,000
4,000	Dow Chemical Co.	293,500
1,900	duPont (E.I.) deNemours & Co.	128,962
8,000	Eastman Chemical Co. of Wisconsin	480,000
4,500	Englehard Corp.	187,313
2,000	International Paper Co.	157,250
3,400	Louisiana Pacific Corp.	75,650
1,500	Monsanto Co.	124,875
3,000	Morton International, Inc.	95,250
30,000	Santa Fe Pacific Gold Corp.	375,000

	Total	2,289,800
	CAPITAL GOODS--7.9%	
1,900	Caterpillar, Inc.	114,475
3,000	Deere & Co.	259,500
2,000	Dover Corp.	131,250
3,100	General Electric Co.	179,800
1,000	Grainger W W, Inc.	59,875
15,000	* Ionics, Inc.	412,500
2,000	Parker Hannifin Corp.	114,250
6,000	Premier Industrial Corp.	150,750
3,000	Westinghouse Electric Corp.	43,500
7,000	WMX Technologies, Inc.	190,750
	Total	1,656,650

</TABLE>

NEWPOINT EQUITY FUND

<TABLE>
<CAPTION>
SHARES

		VALUE
<C>	<C> <S>	<C>
	COMMON STOCKS--CONTINUED	
	CAPITAL GOODS TECHNOLOGY--21.1%	
5,000	AMP, Inc.	\$ 213,125
3,000	Apple Computer	124,687
3,000	Automatic Data Processing, Inc.	186,750
3,500	Avnet, Inc.	159,250
3,500	Boeing Co.	206,063
7,000	* Compaq Computer Corp.	273,875
4,000	Diebold, Inc.	166,500
5,000	General Motors Corp.	212,500
4,000	Hewlett Packard Co.	264,500
6,000	Intel Corp.	673,500
6,000	* Microsoft Corp.	508,125
2,000	Minnesota Mining & Manufacturing Co.	119,750
6,000	Motorola, Inc.	359,250
2,700	Raytheon Co.	209,250

4,000	* Silicon Graphics, Inc.	155,500
6,000	* Storage Technology Corp.	128,250
3,000	United Technologies Corp.	227,625
2,000	Xerox Corp.	226,750
	Total	4,415,250
CONSUMER CYCLICAL--6.4%		
4,000	Armstrong World Industries, Inc.	206,500
4,300	Corning, Inc.	137,600
2,000	Eastman Kodak Co.	120,750
3,700	General Motors Corp.	177,600
3,500	Nike, Inc.	276,062

</TABLE>

NEWPOINT EQUITY FUND

<TABLE>		<CAPTION>		VALUE	
		SHARES			
<C>	<C>	<S>		<C>	
COMMON STOCKS--CONTINUED					
CONSUMER CYCLICAL--CONTINUED					
2,000		Penney J. C., Inc.		\$	94,250
2,000		Sears Roebuck & Co.			112,750
8,700		Wal Mart Stores, Inc.			217,500
		Total			1,343,012
CONSUMER GROWTH STAPLES--16.9%					
4,000	*	American Home Products Corp.			294,500
5,000		Amgen, Inc.			362,500
4,000		Coca-Cola Co.			247,500
3,500	*	Columbia/HCA Healthcare Corp.			143,062
2,100		Darden Restaurants, Inc.			23,100
2,000		Eli Lilly & Co.			149,250
4,000		Gillette Co.			337,500
5,000		Limited, Inc.			111,250
8,000		McDonalds Corp.			303,000
4,500		Medtronic, Inc.			338,625

3,400	* Merck & Co., Inc.	160,225
16,600	Perrigo Co.	182,600
2,000	Pfizer, Inc.	176,250
1,700	* Schering Plough Corp.	133,875
9,000	Thermo Cardiosystems, Inc.	340,875
6,000	Time Warner, Inc.	237,750
	Total	3,541,862
	CONSUMER STAPLES--6.1%	
3,100	CPC International, Inc.	188,325
2,100	General Mills, Inc.	108,937
3,400	Heinz (H.J.) Co.	153,850
2,500	Procter & Gamble Co.	179,688

</TABLE>

NEWPOINT EQUITY FUND

<TABLE>
<CAPTION>
SHARES

		VALUE
<C>	<C> <S>	<C>
COMMON STOCKS--CONTINUED		
CONSUMER STAPLES--CONTINUED		
6,000	Rubbermaid, Inc.	\$ 191,250
9,500	Sara Lee Corp.	264,813
4,000	Walgreen Co.	192,500
	Total	1,279,363
CREDIT CYCLICAL--1.1%		
4,000	Masco Corp.	115,500
3,100	Sherwin Williams Co.	113,925
	Total	229,425
ENERGY--4.8%		
2,800	Ashland Coal, Inc.	74,900
3,400	Exxon Corp.	242,675
11,000	Horsham Corp.	151,250
4,000	Mobil Corp.	401,500
1,000	Royal Dutch Petroleum Co.	126,750
	Total	997,075

FINANCE--7.4%		
3,000	American International Group, Inc.	341,250
2,600	Banc One Corp.	90,350
6,000	Federal Home Loan Mtg Corp.	408,750
3,400	NationsBank Corp.	192,525
8,800	PNC Bank Corp.	237,600
10,000	Reliance Group Holdings, Inc.	63,750
5,000	Salomon, Inc.	205,000
	Total	1,539,225

</TABLE>

NEWPOINT EQUITY FUND

<TABLE>			
<CAPTION>			
SHARES OR PRINCIPAL AMOUNT			VALUE
<C>	<C>	<S>	<C>
TRANSPORTATION--2.2%			
4,000		CSX Corp.	\$ 305,000
10,000	*	Southern Pacific Rail Corp.	158,750
		Total	463,750
UTILITIES--3.3%			
4,000	*	Airtouch Communications, Inc.	109,000
3,000		Alltel Corp.	73,875
4,000		Consolidated Natural Gas Co.	159,500
5,000		MCI Communications Corp.	101,250
3,000	*	SBC Communications, Inc.	135,000
4,000		Telefonos de Mexico SA, ADR	112,500
		Total	691,125
		TOTAL COMMON STOCKS (IDENTIFIED COST \$16,242,449)	18,446,537

**REPURCHASE AGREEMENT--10.8%

\$2,250,000	Merrill Lynch, Pierce, Fenner & Smith, Inc., 6.0%, dated 5/31/1995, due 6/1/1995 (AT AMORTIZED COST)	2,250,000
	TOTAL INVESTMENTS (IDENTIFIED COST \$18,492,449)	\$20,696,537+

</TABLE>

* Non-income producing securities

** The repurchase agreement is fully collateralized by U.S. Treasury obligations based on market prices at the date of the portfolio.

+ The cost of investments for federal tax purposes amounts to \$18,492,449. The net unrealized appreciation of investments on a federal tax cost basis amounts to \$2,204,088, which is comprised of \$2,531,204 appreciation and \$327,116 depreciation at May 31, 1995.

Note: The categories of investments are shown as a percentage of net assets (\$20,903,202) at May 31, 1995.

(See Notes which are an integral part of the Financial Statements)

NEWPOINT EQUITY FUND
STATEMENT OF ASSETS AND LIABILITIES
MAY 31, 1995
(UNAUDITED)

	<C>	<C>
ASSETS:		
Investment in repurchase agreement	\$ 2,250,000	
Investments in securities	18,446,537	
Total Investments in securities, at value (identified and tax cost \$18,492,449)		\$20,696,537
Cash		786
Income receivable		45,223
Receivable for investments sold		173,500
Receivable for shares sold		14,700
Total assets		20,930,746
LIABILITIES:		
Accrued expenses		27,544
Net Assets for 1,855,463 shares outstanding		\$20,903,202
NET ASSETS CONSISTS OF:		
Paid in capital		\$18,597,852
Net unrealized appreciation of investments		2,204,088
Accumulated net realized gain on investments		100,825
Undistributed net investment income		437
Total Net Assets		\$20,903,202
NET ASSET VALUE, Offering Price and Redemption Proceeds Per Share:		
Net Asset Value Per Share (\$20,903,202 / 1,855,463 shares outstanding)		\$11.27
Offering Price Per Share (100/95.50 of \$11.27)+		\$11.80

+ See "What Shares Cost" in the Prospectus.

(See Notes which are an integral part of the Financial Statements)

NEWPOINT EQUITY FUND
STATEMENTS OF OPERATIONS
SIX MONTHS ENDED MAY 31, 1995
(UNAUDITED)

	<C>	<C>	<C>
INVESTMENT INCOME:			
Interest			\$ 79,185
Dividends			136,460
Total income			215,645
EXPENSES:			
Investment advisory fee		\$ 63,526	
Administrative personnel and services fee		49,863	
Custodian fees		10,854	
Transfer agent and dividend disbursing agent fees and expenses		11,393	
Directors'/Trustees' fees		1,136	
Auditing fees		6,864	
Legal fees		3,060	
Portfolio accounting fees		21,798	
Share registration costs		10,344	
Printing and postage		4,082	
Insurance premiums		2,413	
Miscellaneous		2,599	
Total expenses		187,932	
Deduct--			
Waiver of investment advisory fee	\$63,526		
Reimbursement of other operating expenses	2,008		
Total waivers/reimbursements		65,534	
Net expenses			122,398
Net investment income			93,247
REALIZED AND UNREALIZED GAIN (LOSS) ON INVESTMENTS:			
Net realized gain on investments			100,825
Net change in unrealized appreciation			2,465,478
Net realized and unrealized gain on investments			2,566,303

Change in net assets resulting from operations

\$2,659,550

</TABLE>

(See Notes which are an integral part of the Financial Statements)

NEWPOINT EQUITY FUND
STATEMENTS OF CHANGES IN NET ASSETS

<TABLE>
<CAPTION>

	SIX MONTHS ENDED MAY 31, 1995 (UNAUDITED)	PERIOD ENDED NOVEMBER 30, 1994+
	-----	-----
<S>	<C>	<C>
INCREASE (DECREASE) IN NET ASSETS:		

OPERATIONS--		

Net investment income	\$ 93,247	\$ 55,497

Net realized gain on investments (\$100,825 net gain and \$0, respectively, as computed for federal tax purposes)	100,825	--

Net change in unrealized appreciation (depreciation) of investments	2,465,478	(261,390)

Change in assets resulting from operations	2,659,550	(205,893)

DISTRIBUTIONS TO SHAREHOLDERS--		

Distributions from net investment income	(99,007)	(49,300)

SHARE TRANSACTIONS--		

Proceeds from sale of shares	6,825,018	11,906,802

Net asset value of shares issued to shareholders in payment of distributions declared	--	--

Cost of shares redeemed	(96,783)	(37,185)

Change in net assets resulting from share transactions	6,728,235	11,869,617

Change in net assets	9,288,778	11,614,424

NET ASSETS:		

Beginning of period	11,614,424	--

End of period (including undistributed net investment income of \$437 and \$6,197, respectively)	\$ 20,903,202	\$11,614,424

</TABLE>

+ For the period from August 30, 1994 (start of business) to November 30, 1994.

(See Notes which are an integral part of the Financial Statements)

NEWPOINT EQUITY FUND
FINANCIAL HIGHLIGHTS

(FOR A SHARE OUTSTANDING THROUGHOUT EACH PERIOD)

<TABLE>
<CAPTION>

	SIX MONTHS ENDED MAY 31, 1995 (UNAUDITED)	PERIOD ENDED NOVEMBER 30, 1994 (A)
<S>	<C>	<C>
NET ASSET VALUE, BEGINNING OF PERIOD	\$ 9.78	\$10.00

INCOME FROM INVESTMENT OPERATIONS		

Net investment income	0.06	0.05

Net realized and unrealized gain (loss) on investments	1.49	(0.23)

Total from investment operations	1.55	(0.18)

LESS DISTRIBUTIONS		

Distributions from net investment income	(0.06)	(0.04)

NET ASSET VALUE, END OF PERIOD	\$11.27	\$ 9.78

TOTAL RETURN (B)	15.92%	(1.76%)

RATIOS TO AVERAGE NET ASSETS		

Expenses	1.45% (c)	1.00% (c)

Net investment income	1.10% (c)	2.36% (c)

Expense waiver/reimbursement (d)	0.77% (c)	1.47% (c)

SUPPLEMENTAL DATA		

Net assets, end of period (000 omitted)	\$20,903	\$11,614

Portfolio turnover	6%	0%

</TABLE>

(a) Reflects operations for the period from September 13, 1994 (date of initial public investment) to November 30, 1994. For the period from August 30, 1994 (start of business) to September 12, 1994, the Fund had no investment activity.

(b) Based on net asset value, which does not reflect the sales load or contingent deferred sales charge, if applicable.

(c) Computed on an annualized basis.

(d) This voluntary expense decrease is reflected in both the expense and net investment income ratios shown above.

(See Notes which are an integral part of the Financial Statements)

NEWPOINT EQUITY FUND
NOTES TO FINANCIAL STATEMENTS
MAY 31, 1995
(UNAUDITED)

(1) ORGANIZATION

Newpoint Funds (the "Trust") is registered under the Investment Company Act of

1940, as amended (the "Act"), as an open-end management investment company. The Trust consists of two diversified portfolios. The financial statements included herein present only those of Newpoint Equity Fund (the "Fund"). The financial statements of the other portfolio are presented separately. The assets of each portfolio are segregated and a shareholder's interest is limited to the portfolio in which shares are held.

(2) SIGNIFICANT ACCOUNTING POLICIES

The following is a summary of significant accounting policies consistently followed by the Fund in the preparation of its financial statements. These policies are in conformity with generally accepted accounting principles.

INVESTMENT VALUATIONS--Listed equity securities are valued at the last sale price reported on national securities exchanges. Short-term securities with remaining maturities of sixty days or less at the time of purchase may be valued at amortized cost, which approximates fair market value.

REPURCHASE AGREEMENTS--It is the policy of the Fund to require the custodian bank to take possession, to have legally segregated in the Federal Reserve Book Entry System, or to have segregated within the custodian bank's vault, all securities held as collateral under repurchase agreement transactions. Additionally, procedures have been established by the Fund to monitor, on a daily basis, the market value of each repurchase agreement's collateral to ensure that the value of collateral at least equals the repurchase price to be paid under the repurchase agreement transaction.

The Fund will only enter into repurchase agreements with banks and other recognized financial institutions, such as broker/dealers, which are deemed by the Fund's adviser to be creditworthy pursuant to the guidelines and/or standards reviewed or established by the Board of Trustees (the "Trustees").

Risks may arise from the potential inability of counterparties to honor the terms of the repurchase agreement. Accordingly, the Fund could receive less than the repurchase price on the sale of collateral securities.

INVESTMENT INCOME, EXPENSES AND DISTRIBUTIONS--Dividend income and distributions to shareholders are recorded on the ex-dividend date. Interest income and expenses are accrued daily. Bond premium and discount, if applicable, are amortized as required by the Internal Revenue Code, as amended (the "Code").

NEWPOINT EQUITY FUND

FEDERAL TAXES--It is the Fund's policy to comply with the provisions of the Code applicable to regulated investment companies and to distribute to shareholders each year substantially all of its income. Accordingly, no provisions for federal tax are necessary.

WHEN-ISSUED AND DELAYED DELIVERY TRANSACTIONS--The Fund may engage in when-issued or delayed delivery transactions. The Fund records when-issued securities on the trade date and maintains security positions such that sufficient liquid assets will be available to make payment for the securities purchased. Securities purchased on a when-issued or delayed delivery basis are marked to market daily and begin earning interest on the settlement date.

OTHER--Investment transactions are accounted for on the trade date.

(3) SHARES OF BENEFICIAL INTEREST

The Declaration of Trust permits the Trustees to issue an unlimited number of full and fractional shares of beneficial interest (without par value). Transactions in shares were as follows:

<TABLE>
<CAPTION>

	SIX MONTHS ENDED MAY 31, 1995	PERIOD ENDED NOVEMBER 30, 1994*
<S>	<C>	<C>
Shares sold	676,400	1,191,903
Shares issued to shareholders in payment of distributions declared	--	--
Shares redeemed	(9,088)	(3,752)
Net change resulting from share transactions	667,312	1,188,151

</TABLE>

* For the period from August 30, 1994 (start of business) to November 30, 1994.

(4) INVESTMENT ADVISORY FEE AND OTHER TRANSACTIONS WITH AFFILIATES

INVESTMENT ADVISORY FEE--FirstMerit First National Bank, the Fund's investment adviser, (the "Adviser"), receives for its services an annual investment advisory fee equal to .75 of 1% of the Fund's average daily net assets. The Adviser may voluntarily choose to waive a portion of its fee and reimburse certain operating expenses of the Fund. The Adviser can modify or terminate this voluntary waiver and reimbursement at any time at its sole discretion.

ADMINISTRATIVE FEE--Federated Administrative Services ("FAS") provides the Fund with certain administrative personnel and services. The FAS fee is based on the level of average aggregate net assets of the Trust for the period. FAS may voluntarily choose to waive a portion of its fee.

NEWPOINT EQUITY FUND

TRANSFER AND DIVIDEND DISBURSING AGENT AND PORTFOLIO ACCOUNTING FEES--Federated Services Company ("FServ") serves as transfer and dividend disbursing agent for the Fund. This fee is based on the size, type, and number of accounts and transactions made by shareholders.

FServ also maintains the Fund's accounting records for which it receives a fee. The fee is based on the level of the Fund's average net assets for the period, plus out-of-pocket expenses.

ORGANIZATIONAL EXPENSES--Organizational expenses (\$35,000) were initially borne by FAS. The Fund has agreed to reimburse FAS for the organizational expenses during the five year period following September 3, 1994 (the date the Fund became effective). For the six months ended May 31, 1995, the Fund paid \$1,167 pursuant to this agreement.

GENERAL--Certain of the Officers and Trustees of the Trust are Officers and Directors or Trustees of the above companies.

(5) INVESTMENT TRANSACTIONS

Purchases and sales of investments, excluding short-term securities, for the six months ended May 31, 1995, were as follows:

<TABLE>		<C>
<S>		
PURCHASES		\$7,860,208
SALES		\$ 836,236

</TABLE>

TRUSTEES

John F. Donahue
Thomas G. Bigley
John T. Conroy, Jr.
William J. Copeland
J. Christopher Donahue
James E. Dowd
Lawrence D. Ellis, M.D.
Edward L. Flaherty, Jr.
Edward C. Gonzales
Peter E. Madden
Gregor F. Meyer
John E. Murray, Jr.
Wesley W. Posvar
Marjorie P. Smuts

OFFICERS

John F. Donahue
Chairman
Edward C. Gonzales
President and Treasurer
J. Christopher Donahue
Vice President
Richard B. Fisher
Vice President
John W. McGonigle
Vice President and Secretary
Craig P. Churman
Vice President and Assistant Treasurer
David M. Taylor
Assistant Treasurer
S. Elliott Cohan
Assistant Secretary

The shares offered by Newpoint Equity Fund are not deposits or obligations of First National Bank of Ohio, or any bank, are not endorsed or guaranteed by First National Bank of Ohio, or any bank, and are not obligations of, guaranteed by, or insured by the U.S. government, the Federal Deposit Insurance Corporation, the Federal Reserve Board, or any other government agency. Investment in these shares involves risk, including, the possible loss of principal.

This report is authorized for distribution to prospective investors only when preceded or accompanied by the Funds' prospectus, which contains facts concerning its objective and policies, management fees, expenses and other information.