Investment Program

The Global Equity Portfolio comprises companies based in the US and other developed markets as well as established companies in emerging markets. The Portfolio is managed by Dan Harding.

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Ticker: HLMGX ***NAV (6/30/02): $14.88***

Net Assets: $16.5 million ***Expense Ratio: 1.25%*** ***Minimum Investment: $100,000***

Performance (for Periods Ended June 30, 2002)

	Total Return[1,3]					Volatility[2,3]
	Latest Quarter	Last 12 Months	Last 3 Years (annualized)	Last 5 Years (annualized)	Since Inception (annualized)	Since Inception
Global Equity Portfolio[4]	**(8.66%)**	**(14.20%)**	**(1.70%)**	**1.11%**	**2.95%**	**16.43%**
Global Equity Portfolio[5]	(8.36%)	(13.10%)	(0.46%)	2.38%	4.25%	14.66%
MSCI All Country World Free [6]	*(9.07%)*	*(14.53%)*	*(8.60%)*	*0.25%*	*2.67%*	*16.14%*
Lipper Global Fund[7]	*(7.89%)*	*(13.42%)*	*(4.30%)*	*1.90%*	*4.13%*	*15.84%*

1) Time-weighted returns after fees. Time-weighted return is that of the same dollar invested continuously over a time period.
2) Variations of monthly returns from the average, annualized.
3) The Portfolio commenced operations on December 1, 1996, following a tax-free merger with Harding Loevner Global Equity LP ('GELP').
4) Net of fees calculation
5) Gross of fees calculation
6) MSCI All Country World Free Index includes all developed and emerging markets in the MSCI universe of 49 countries, with Free versions of countries where they exist. Net dividends reinvested.
7) Lipper Global Fund Index, an unmanaged index published by Lipper Analytical Services Inc., includes 30 funds that are generally similar to the Fund, although some funds in the index may have somewhat difference investment policies or objectives. This fund invests at least 25% of its total assets in securities traded outside the US and may own US securities.

Performance data quoted represents past performance, which is not a guarantee of future performance. Investment return and principal value of an investment will fluctuate with market conditions. An investor's shares may be worth more or less than their original cost. Currently, the investment adviser of the Portfolio is waiving a portion of its fees. Absent such waiver, the expense ratio of the Portfolio would be higher and the Portfolio's performance lower. Indices are not available for direct investment and do not incur expenses.

Portfolio Holdings as of June 30, 2002

Geographic Distribution

	% of Portfolio
United States	38.1
Canada	6.3
Europe non-EMU	9.5
Europe EMU	14.7
Japan	8.5
Pacific ex-Japan	5.9
Emerging Markets	12.1
TOTAL EQUITIES	**95.1**
Cash	4.9
	100.0

Ten Largest Positions

Company	% of Portfolio
Wrigley (WM.) Jr. (United States)	4.7
American Intl Group (United States)	3.4
Oracle (United States)	3.4
Taiwan Semiconductor (Taiwan)	3.3
Air Liquide (France)	2.9
Teva Pharmaceutical (Israel)	2.9
Imperial Oil (Canada)	2.9
Royal Dutch (Netherlands)	2.9
AOL Time Warner (United States)	2.7
Allied Capital (United States)	2.7

Risks: Securities issued by foreign governments, foreign corporations, international agencies, and obligations of foreign banks involve risks not associated with securities issued by US entities. With respect to certain foreign countries, there is the possibility of expropriation of assets, confiscatory taxation, and political or social instability or diplomatic developments that could affect investment in those countries. In addition, there may be less publicly available information about such securities, and foreign accounting, auditing and financial standards may not be comparable with those of the US. Changes in foreign currency exchange rates may affect the value and performance of the Portfolio.