

**Commonwealth International
Series Trust**

5847 San Felipe, Suite 850
Houston, Texas 77057
1-888-345-1898

INVESTMENT ADVISOR

FCA Corp.
5847 San Felipe, Suite 850
Houston, TX 77057
1-713-781-2856
www.fcacorp.com

ADMINISTRATOR & TRANSFER AGENT

InCap Service Company
630-A Fitzwatertown Road
Willow Grove, PA 19090-1904

DISTRIBUTOR

InCap Securities
630-A Fitzwatertown Road
Willow Grove, PA 19090-1904

CUSTODIAN BANK

Fifth Third Bank
Fifth Third Center
38 Fountain Square Plaza
Cincinnati, OH 45263

INDEPENDENT AUDITORS

Briggs, Bunting & Dougherty, LLP
Two Penn Center Plaza, Suite 820
Philadelphia, PA 19102-1732

LEGAL COUNSEL

Rabil & Ropka, LLC
1010 Kings Highway, South
Building Two, Suite B
Cherry Hill, NJ 08034

**The Commonwealth International
Series Trust
Australia/New Zealand Fund
Global Fund
Japan Fund**



SEMI-ANNUAL REPORT

April 30, 2003



630 Fitzwatertown Road, Willow Grove, PA 19090 • 888.345.1898
 Commonwealth Australia/New Zealand Fund (CNZLX)
 Commonwealth Global Fund (CNGLX)
 Commonwealth Japan Fund (CNJFX)
www.commonwealthfunds.com

Dear Shareholder:

We are pleased to present this semi-annual report on the Commonwealth International Series Trust's Funds for the six months ended April 30, 2003. The Australia/New Zealand Fund's net asset value ("NAV") as of April 30, 2003 is U.S. \$11.97 per share compared to U.S. \$10.39 per share on October 31, 2002, an increase of 15.2%. The Japan Fund's NAV on April 30, 2003 is U.S. \$3.29 per share compared to U.S. \$3.37 per share on October 31, 2002, a decrease of 2.4%. The Global Fund's NAV as of April 30, 2003 is U.S. \$10.04 per share compared to U.S. \$10.00 per share on October 31, 2002, an increase of 0.4%.

FUNDS' COMPARATIVE PERFORMANCE

The three funds' objective is to own a diversified portfolio of stocks that provide current income through dividends as well as the potential for long-term capital appreciation, and fixed income instruments with attractive yields. Our portfolios include securities traded in the local country and American Depository Receipts (ADRs) because they can provide an efficient currency exchange and liquidity management for a U.S. dollar fund.

COMMONWEALTH FUNDS

October 31, 2002 – April 30, 2003 Performance (%)

COMMONWEALTH FUNDS	<i>US\$ Change in NAV</i>	<i>Local Market Benchmark</i>	<i>Local Currency vs. US\$</i>	<i>US\$ vs. Local Currency</i>
Commonwealth Australia/New Zealand (CNZLX)				
New Zealand	15.2%	4.5%	15.7%	-13.5%
Australia	15.2%	1.7%	13.3%	-11.8%
Commonwealth Japan (CNJFX)	-2.4%	-7.1%	-3.3%	3.5%
Commonwealth Global (CNGLX)	0.4%	3.8%	—	-8.9%

Global Fund (CNGLX): The past six months proved to be turbulent times for investors as fears of global deflation, economic stagnation, war, and the deadly SARS virus took center stage. While the uncertainty around the Iraq conflict and SARS outbreak have somewhat abated, uncertainties surrounding the economic recovery remain prevalent. Even against this backdrop of uncertainties, the MSCI World Index¹ posted a 3.8% increase over the last six months. During that time, the U.S. dollar trade weighted index fell 8.9% as investors flocked to other currencies in search of higher yields and over fears of excessive trade and budget deficits in the U.S. Inflation and interest rates have declined globally, providing a foundation for growth and high real returns on investments. We believe that equity prices in particular are depressed in the worldwide market including the U.S., which provides an opportunity for investment in fundamentally sound companies at attractive prices.

Japan Fund (CNJFX): The fund's benchmark index, TOPIX², was down in Japanese Yen terms for the six month period ending April 30, 2003 by 7.1%. Japan's strong work ethic, mastery of high technology, and a comparatively small defense allocation of GDP expenditures helped Japan advance with extraordinary rapidity to one of the most technologically powerful economy in the world. Japan's economy is most noted for its manufacturers, suppliers, and distributors who work closely together in close-knit groups called keiretsu. With a view of overcoming domestic deflation, Japanese firms have sought to expand overseas and develop multinational operations in areas in which they expect demand to be stronger. Our view of the Japanese equity market is that it may continue to languish near term, but will ultimately provide attractive returns, probably sooner than most investors expect.

Australia/New Zealand Fund (CNZLX): The New Zealand Small Companies Index³ increased 4.5% in New Zealand dollar terms for the six months ended April 30, 2003. In the future, the fund will begin using the New Zealand Exchange Limited 50 Free Float Total Return Index⁴ as the benchmark for New Zealand. New Zealand has a mixed economy that operates on free-market principles. It has a sizeable service and manufacturing sectors complementing a large agriculture sector. Over the past three decades, the New Zealand economy has undergone significant structural changes marked by a diversification of exports, a shift away from pastoral agriculture, and significant growth in the services sector. Macroeconomic policies have been directed at achieving low inflation and fiscal balance, and have fostered efficient operation of markets. Policy-making has also shifted from short-term to medium-term objectives designed to provide a more stable and predictable environment for private sector decision-making. Principal reforms have included: the removal of controls on prices, interest rates and wages, floating of the exchange rate, abolition of all agricultural subsidies and price supports, liberalization of banking, deregulation of financial markets, privatization of some state-owned enterprises, elimination of most import controls and reduction of tariffs, implementation of free trade with Australia, and widespread reform of the public service sector.

The Australian All Ordinaries Index⁵ increased 1.7% in Australian dollar terms for the six months ended April 30, 2003. We believe that Australia has a relatively high-growth, low inflation, low-interest rate economy and that there is an efficient government sector, a flexible labor market and a competitive business sector. The Australian Government is forecasting 3.25% growth in GDP for the 2003-2004 fiscal year, accompanied by relatively low inflation. If the global economy improves, the Australian economy will likely continue to grow strongly as the benefits of the Government's tax reform package flow through to the community. Negotiations between the U.S. and Australia on a free-trade agreement could be fast-tracked as a result of Australia's military and political support during the Iraq conflict. Disposable income has been rising on the back of continued low levels of unemployment,

wage inflation that has kept pace with price inflation, and falling interest rates with more expected. These feed through quickly to disposable income due to the prevalence of floating rate home mortgages.

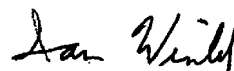
Sincerely,



Robert W. Scharar
President and Portfolio Manager
Commonwealth International Series



Wesley Yuhnke
Assistant Portfolio Manager
Commonwealth International Series



Ian Winlof, CFA
Assistant Portfolio Manager
Commonwealth International Series

This report is intended for the fund's shareholders. It may not be distributed to prospective investors unless it is preceded or accompanied by the current fund prospectus which may be obtained at www.commonwealthfunds.com

¹ The MSCI World Index is a free float-adjusted market capitalization index that is designed to measure global developed market equity performance. As of April 2002 the MSCI World Index consisted of the following 23 developed market country indices: Australia, Austria, Belgium, Canada, Denmark, Finland, France, Germany, Greece, Hong Kong, Ireland, Italy, Japan, Netherlands, New Zealand, Norway, Portugal, Singapore, Spain, Sweden, Switzerland, the United Kingdom and the United States.

² The TOPIX, also known as the Tokyo Price Index, is a capitalization-weighted index of all the companies listed on the First Section of the Tokyo Stock Exchange. The index is supplemented by the sub-indices of the 33 industry sectors and developed with a base index value of 100 as of January 4, 1968. The index calculation excludes temporary issues and preferred stocks.

³ The New Zealand Small Companies Index is a capitalization-weighted index of all New Zealand equities excluding those on the NZSX 40 Index. The index has a base value of 1000 as of July 1, 1986.

⁴ The New Zealand Exchange Limited 50 Free Float Total Return Index is a modified market capitalization weighted index. The index consists of the top 50 companies by free float adjusted market capitalization that is listed on the New Zealand Exchange Limited. The New Zealand Stock Exchange launched the new headline index, NZSX 50, to bring its primary benchmark index in line with international best practice, and to better reflect the performance and returns to shareholders, derived from investment in securities on the New Zealand Stock Exchange. The existing sector indices calculated by the New Zealand Stock Exchange will be discontinued and new sector indices based on global criteria (such as the Global Industry Classification System) will be introduced to allow comparability to overseas exchange. Because of these improvements in performance measurements, the fund will begin using the New Zealand Stock Exchange Limited 50 Free Float Total Return Index.

⁵ The Australian All Ordinaries Index is a cap-weighted index. The index is made up of the largest 500 companies as measured by market cap that are listed on the Australian Stock Exchange. The index was developed with a base value of 500 as of 1979.

**COMMONWEALTH INTERNATIONAL SERIES TRUST
COMMONWEALTH AUSTRALIA/NEW ZEALAND FUND**

SCHEDULE OF INVESTMENTS - April 30, 2003 (Unaudited)

	<u>Shares</u>	<u>Value</u>
<u>AUSTRALIA (30.59%)</u>		
COMMON STOCK (27.56%)		
<i>ADVERTISING (1.58%)</i>		
STW Communications Group, Ltd.	150,600	\$ <u>277,912</u>
<i>BANKS (0.83%)</i>		
Australia and New Zealand Banking Group, Ltd., ADR	2,500	<u>145,900</u>
<i>BEVERAGES (2.24%)</i>		
Coca-Cola Amatil, Ltd.	71,700	255,206
Neverfail Springwater, Ltd.	90,647	<u>137,791</u>
		<u>392,997</u>
<i>BUILDING (3.72%)</i>		
CSR, Ltd.	70,000	77,943
James Hardie Industries NV	88,600	363,578
Rinker Group, Ltd.	70,000	<u>212,811</u>
		<u>654,332</u>
<i>CHEMICALS (1.13%)</i>		
Wesfarmers, Ltd.	13,000	<u>199,237</u>
<i>CONTAINERS (2.90%)</i>		
Amcor, Ltd.	97,984	<u>509,350</u>
<i>DIVERSIFIED HOLDINGS (1.58%)</i>		
Brambles Industries, Ltd.	86,000	<u>277,055</u>
<i>FINANCIAL SERVICES (1.65%)</i>		
Perpetual Trustees Australia, Ltd.	14,800	<u>289,779</u>

**COMMONWEALTH INTERNATIONAL SERIES TRUST
COMMONWEALTH AUSTRALIA/NEW ZEALAND FUND**

SCHEDULE OF INVESTMENTS - April 30, 2003 (Unaudited)

	<u>Shares</u>	<u>Value</u>
<i>INSURANCE (1.79%)</i>		
AXA Asia Pacific Holdings, Ltd.	25,000	\$ 31,184
QBE Insurance Group	53,000	<u>283,135</u>
		<u>314,319</u>
<i>MINING AND BUILDING MATERIALS (0.32%)</i>		
BHP Billiton, Ltd., ADR	5,000	<u>55,750</u>
<i>MULTIMEDIA (1.85%)</i>		
Publishing & Broadcasting, Ltd.	58,700	<u>324,234</u>
<i>OFFICE EQUIPMENT (1.20%)</i>		
Corporate Express Australia, Ltd.	77,049	<u>210,142</u>
<i>OIL & GAS (2.18%)</i>		
Origin Energy, Ltd.	111,144	312,171
Woodside Petroleum, Ltd.	10,000	<u>71,688</u>
		<u>383,859</u>
<i>RETAIL STORES (1.33%)</i>		
Foodland Associated, Ltd.	19,000	<u>234,142</u>
<i>SHIPPING LOGISTICS (1.78%)</i>		
Patrick Corporation, Ltd.	38,500	<u>312,846</u>
<i>TRANSPORT SERVICES (1.48%)</i>		
Toll Holdings, Ltd.	59,000	<u>260,566</u>
		<u>4,842,420</u>
TOTAL COMMON STOCK (Cost \$4,263,447)		
<i>MISCELLANEOUS INVESTMENTS (3.03%)</i>		
Ishares MSCI Australia Index Fund (Cost \$501,660)	52,000	<u>531,960</u>
		<u>5,374,380</u>
TOTAL AUSTRALIA (Cost \$4,765,107)		

**COMMONWEALTH INTERNATIONAL SERIES TRUST
COMMONWEALTH AUSTRALIA/NEW ZEALAND FUND**

SCHEDULE OF INVESTMENTS - April 30, 2003 (Unaudited)

	<u>Shares</u>	<u>Value</u>
<u>NEW ZEALAND (57.37%)</u>		
COMMON STOCK (34.21%)		
<i>AGRICULTURE (5.41%)</i>		
Allied Farmers, Ltd. NPV	156,056	\$ 179,816
Pyne Gould Guinness, Ltd.	397,000	239,826
Williams & Kettle, Ltd.	250,000	531,379
		<u>951,021</u>
<i>AIRPORT DEVELOPMENT (1.24%)</i>		
Auckland International Airport, Ltd.	75,400	<u>218,465</u>
<i>APPLIANCES (2.09%)</i>		
Fisher & Pakel Appliances Holdings, Ltd.	37,399	223,833
Scott Technology, Ltd.	89,996	142,963
		<u>366,796</u>
<i>AUTOMOBILE MANUFACTURERS (1.89%)</i>		
Colonial Motor Co., Ltd.	180,000	<u>332,252</u>
<i>CHEMICALS (0.77%)</i>		
Nuplex Industries, Ltd.	71,355	<u>135,302</u>
<i>DIVERSIFIED HOLDINGS (1.31%)</i>		
Hellaby Holdings, Ltd.	116,640	<u>230,305</u>
<i>ELECTRICAL SERVICES (2.25%)</i>		
Powerco, Ltd.	450,000	<u>395,178</u>
<i>FINANCIAL SERVICES (1.26%)</i>		
Hallenstein Glasson Holdings, Ltd.	100,000	156,617
Tower, Ltd.	51,473	64,205
		<u>220,822</u>

**COMMONWEALTH INTERNATIONAL SERIES TRUST
COMMONWEALTH AUSTRALIA/NEW ZEALAND FUND**

SCHEDULE OF INVESTMENTS - April 30, 2003 (Unaudited)

	<u>Shares</u>	<u>Value</u>
<i>FOREST AND PAPER PRODUCTS (1.69%)</i>		
Carter Holt Harvey, Ltd.	250,000	\$ 227,934
Evergreen Forests, Ltd. *	213,500	<u>68,070</u>
		<u>296,004</u>
<i>HEALTHCARE (1.26%)</i>		
Fisher & Paykel Healthcare Corp.	30,639	184,232
Wakefield Hospital, Ltd.	49,304	<u>37,230</u>
		<u>221,462</u>
<i>INVESTMENT COMPANIES (1.61%)</i>		
Infratil, Ltd.	277,729	<u>282,731</u>
<i>MANUFACTURING (0.71%)</i>		
Skellmax Industries	200,000	<u>125,294</u>
<i>OIL & GAS (0.69%)</i>		
New Zealand Refining Co., Ltd.	13,647	<u>121,371</u>
<i>PORTS (6.23%)</i>		
Lyttleton Port Co., Ltd.	200,000	178,991
Northland Port Corp. NZ, Ltd.	302,300	475,144
Ports of Auckland, Ltd.	16,000	61,752
South Port New Zealand, Ltd.	457,933	<u>379,092</u>
		<u>1,094,979</u>
<i>REAL ESTATE (0.50%)</i>		
Southern Capital, Ltd. *	250,000	<u>88,097</u>
<i>RESTAURANTS (0.74%)</i>		
Restaurant Brands, Ltd.	160,000	<u>129,768</u>
<i>RETAIL STORES (0.36%)</i>		
The Warehouse Group, Ltd.	20,000	<u>62,647</u>

**COMMONWEALTH INTERNATIONAL SERIES TRUST
COMMONWEALTH AUSTRALIA/NEW ZEALAND FUND**

SCHEDULE OF INVESTMENTS - April 30, 2003 (Unaudited)

	<u>Shares</u>	<u>Value</u>
STEEL (0.74%)		
Steel and Tube Holding, Ltd.	70,000	\$ 129,209
TELECOMMUNICATIONS (0.65%)		
Telecom Corp. of New Zealand, Ltd.	42,589	114,108
TRANSPORT SERVICES (1.50%)		
Mainfreight, Ltd.	265,375	191,483
Owens Group, Ltd.	155,191	72,917
		<u>264,400</u>
WASTE MANAGEMENT (1.31%)		
Waste Management NZ, Ltd.	122,154	230,943
TOTAL COMMON STOCK (Cost \$4,885,296)		<u>6,011,154</u>
	<u>Principal</u>	
BONDS (16.27%)		
ANZ Banking Corp., Ltd., 7.04%, due 07/23/12	300,000	176,865
Coca-Cola Amatil, Ltd., 8.00%, due 6/15/05	500,000	291,512
Evergreen Forests, Ltd., zero coupon, due 03/19/09	87,051	63,786
Fletcher Building, 8.60%, due 3/15/08	775,000	454,353
Fonterra Cooperative Group, Ltd. Perpetual Notes, 7.48%, due 11/10/50	400,000	237,163
H J Heinz Co., Ltd., 6.85%, due 2/15/05	500,000	284,162
Infratil, Ltd., 6.90%, due 03/31/04	312,793	243,966
Kiwi Income Property Trust, 9.00%, due 09/30/03	240,000	163,777
Meridian Centre, 10.50%, due 10/15/05	150,000	86,278
TCNZ Finance Ltd., 7.50%, due 09/15/06	500,000	291,867
Trans Power Finance, 6.25%, due 2/16/04	500,000	285,435
Westpac Banking Corp. NZ, Ltd., 5.50%, due 12/06/04	500,000	279,766
TOTAL BONDS (Cost \$2,607,669)		<u>2,858,930</u>

**COMMONWEALTH INTERNATIONAL SERIES TRUST
COMMONWEALTH AUSTRALIA/NEW ZEALAND FUND**

SCHEDULE OF INVESTMENTS - April 30, 2003 (Unaudited)

	<u>Principal/ Shares</u>	<u>Value</u>
MISCELLANEOUS INVESTMENTS (6.89%)		
Aberdeen Australia Equity Fund	16,000	\$ 101,920
Forsythe Barr Money Market	397,314	222,236
Global Market, Ltd., GEM Linked Notes	1,600,000	<u>886,005</u>
TOTAL MISCELLANEOUS INVESTMENTS (Cost \$1,149,562)		<u>1,210,161</u>
TOTAL NEW ZEALAND (Cost \$8,642,527)		<u>10,080,245</u>
	<u>Principal</u>	
REPURCHASE AGREEMENT (16.11%)		
Fifth Third Bank, 0.75%, dated 04/30/03, due 05/01/03, repurchase price \$2,831,003 (collateralized by FNMB Pool # 303815, due 03/01/16, market value \$2,915,872) (Cost \$2,830,944)	2,830,944	<u>2,830,944</u>
TOTAL INVESTMENTS (Cost \$16,238,578) (104.07%) . .		\$18,285,569
LIABILITIES IN EXCESS OF OTHER ASSETS, NET (-4.07%)		<u>(714,115)</u>
NET ASSETS – (100%)		<u><u>\$17,571,454</u></u>

*Non-income producing investment
ADR American Depository Receipt

The accompanying notes are an integral part of the financial statements.

**COMMONWEALTH INTERNATIONAL SERIES TRUST
COMMONWEALTH JAPAN FUND**

SCHEDULE OF INVESTMENTS - April 30, 2003 (Unaudited)

	<u>Shares</u>	<u>Value</u>
COMMON STOCK (79.11%)		
<i>AIRLINES (0.61%)</i>		
All Nippon Airways Co., Ltd.*	10,000	\$ 16,770
Japan Airlines Co., Ltd.*	640	5,688
		<u>22,458</u>
<i>AUTOMOBILE MANUFACTURERS (5.41%)</i>		
Honda Motor Co., Ltd.	6,000	100,080
Nissan Motor Co., Ltd.	3,200	49,088
Toyota Motor Corp.	1,100	49,808
		<u>198,976</u>
<i>BUILDING (1.16%)</i>		
Sanyo Industries, Ltd.	16,000	42,529
<i>BUILDING PRODUCTS (0.77%)</i>		
Nishimatsu Construction Co., Ltd.	10,000	28,174
<i>CHEMICALS (1.32%)</i>		
Showa Denko KK	32,000	48,566
<i>ELECTRONICS & ELECTRICAL EQUIPMENT (14.82%)</i>		
Chugoku Electric Power Co., Inc.	5,000	80,454
Hokkaido Electric Power Co., Inc.	6,000	87,288
Meidensha Corp.*	38,000	43,971
Shikoku Electric Power Co., Inc.	1,900	31,784
Tohoku Electric Power Co., Inc.	9,700	154,455
Tokyo Electric Power Co., Inc.	2,000	40,584
Yokogawa Electric Corp.	15,000	106,909
		<u>545,445</u>
<i>FINANCIAL SERVICES (0.81%)</i>		
Nomura Holdings, Inc.	3,000	29,708

**COMMONWEALTH INTERNATIONAL SERIES TRUST
COMMONWEALTH JAPAN FUND**

SCHEDULE OF INVESTMENTS - April 30, 2003 (Unaudited)

	<u>Shares</u>	<u>Value</u>
<i>FOOD & BEVERAGE (5.06%)</i>		
Ajinomoto Co., Inc.	1,200	\$ 121,751
QP Corp.	8,000	64,397
		<u>186,148</u>
<i>GAS (5.28%)</i>		
Toho Gas Co. Ltd.	70,000	<u>194,281</u>
<i>HOME FURNISHINGS (1.34%)</i>		
Sony Corp.	2,000	<u>49,480</u>
<i>INSURANCE (3.25%)</i>		
AFLAC, Inc.#	2,700	88,317
Millea Holdings, Inc.	600	19,734
Sompo Japan Insurance, Inc.	2,520	11,516
		<u>119,567</u>
<i>INTERNET SERVICES & SOFTWARE (0.37%)</i>		
Softbank Corp.	1,200	<u>13,453</u>
<i>IRON/STEEL (4.86%)</i>		
JFE Holdings, Inc.	9,000	108,444
Nippon Steel Corp.	63,000	70,258
		<u>178,702</u>
<i>MEDICAL-DRUGS (11.21%)</i>		
Chugai Pharmaceutical Co., Ltd.	5,000	52,407
Eisai Co., Ltd.	7,400	130,614
Sawai Pharmaceutical Co., Ltd.	2,500	60,372
Takeda Chemical Industries, Ltd.	2,500	91,607
Tanabe Seiyaku Co., Ltd.	6,000	39,443
Yamanouchi Pharmaceutical Co., Ltd.	1,500	37,858
		<u>412,301</u>
<i>MISCELLANEOUS MANUFACTURING (0.62%)</i>		
Ishikawajima-Harima Heavy Industries Co., Ltd.	25,000	<u>22,849</u>

**COMMONWEALTH INTERNATIONAL SERIES TRUST
COMMONWEALTH JAPAN FUND**

SCHEDULE OF INVESTMENTS - April 30, 2003 (Unaudited)

	<u>Shares</u>	<u>Value</u>
<i>OFFICE/BUSINESS EQUIPMENT (2.94%)</i>		
Canon, Inc.	2,700	\$ 108,297
<i>REAL ESTATE (2.04%)</i>		
Sumitomo Realty & Development Co., Ltd.	23,000	75,214
<i>RETAIL (1.64%)</i>		
Seven-Eleven Japan Co., Ltd.	1,000	23,814
Yamada Denki Co., Ltd.	1,900	36,643
		<u>60,457</u>
<i>TELECOMMUNICATIONS (1.40%)</i>		
NTT Docomo, Inc.	25	51,568
<i>TEXTILE PRODUCTS (2.84%)</i>		
Ichikawa Co., Ltd.	25,000	58,486
Nippon Felt Co., Ltd.	16,000	45,883
		<u>104,369</u>
<i>TIRE AND RUBBER (2.89%)</i>		
Bridgestone Corp.	2,750	62,397
Sumitomo Rubber Industries, Inc.	10,000	44,022
		<u>106,419</u>
<i>TRANSPORT SERVICES (1.52%)</i>		
Yamato Transport Co., Ltd.	5,000	55,928
<i>TRANSPORTATION (6.95%)</i>		
Hankyu Corp.	22,000	55,710
Keihin Electric Express Railway Co., Ltd.	13,000	62,242
Keio Electric Railway Co., Ltd.	18,000	87,389
Tobu Railway Co., Ltd.	18,000	50,411
		<u>255,752</u>
TOTAL COMMON STOCK (Cost \$3,330,260)		<u>2,910,641</u>

**COMMONWEALTH INTERNATIONAL SERIES TRUST
COMMONWEALTH JAPAN FUND**

SCHEDULE OF INVESTMENTS - April 30, 2003 (Unaudited)

	<u>Shares</u>	<u>Value</u>
MISCELLANEOUS ASSETS (13.18%)		
iShares MSCI Japan Index Fund	23,000	\$ 147,430
iShares S&P/TOPIX 150 Index Fund	2,500	140,625
Japan Equity Fund, Inc.*	11,100	49,395
Japan OTC Equity Fund, Inc.*	22,500	<u>147,600</u>
TOTAL MISCELLANEOUS ASSETS (Cost \$552,322) ...		<u>485,050</u>
	<u>Principal</u>	
REPURCHASE AGREEMENT (22.73%)		
Fifth Third Bank, 0.75%, dated 04/30/03, due 05/01/03, repurchase price \$836,183 (collateralized by FGCI Pool #E92588, 5.00%, due 11/01/17, market value \$861,252) (Cost \$836,166)	836,166	<u>836,166</u>
TOTAL INVESTMENTS (Cost \$4,718,748) (115.02%) ...		<u>\$4,231,857</u>
OTHER ASSETS & LIABILITIES, NET (-15.02%)		<u>(552,517)</u>
NET ASSETS (100%)		<u><u>\$3,679,340</u></u>

#Call options have been written by the Fund against these positions. (Note 7)

*Non-income producing investment.

The accompanying notes are an integral part of the financial statements.

**COMMONWEALTH INTERNATIONAL SERIES TRUST
COMMONWEALTH GLOBAL FUND**

SCHEDULE OF INVESTMENTS - April 30, 2003 (Unaudited)

	<u>Shares</u>	<u>Value</u>
COMMON STOCK (65.75%)		
<i>BRITAIN (8.48%)</i>		
British Airways Plc.	2,800	\$ 57,008
Intercontinental Hotels Group Plc. *	6,779	43,386
Lloyds TSB Group Plc.	3,000	79,920
Mitchells & Butlers Plc. *	6,779	24,404
National Grid Transco Plc.	1,500	49,260
Vodafone Group Plc.#	2,500	49,400
		<u>303,378</u>
<i>FRANCE (4.84%)</i>		
Aventis SA	1,000	50,340
BNP Paribas	3,000	70,410
Total SA	800	52,560
		<u>173,310</u>
<i>ISRAEL (3.39%)</i>		
Teva Pharmaceutical Industries#	2,600	<u>121,420</u>
<i>NETHERLANDS (4.92%)</i>		
Akzo Nobel NV	100	2,225
ING Groep NV	6,800	110,976
Unilever NV#	1,000	62,970
		<u>176,171</u>
<i>SPAIN (1.99%)</i>		
Endesa SA#	5,000	<u>71,250</u>
<i>SWITZERLAND (1.28%)</i>		
Nestle SA	900	<u>45,871</u>
<i>UNITED STATES (40.85%)</i>		
Activision, Inc. *	3,250	49,725
BJ's Wholesale Club, Inc. *	2,575	36,359
Compass Bancshares, Inc.	1,250	42,150
Conmed Corp. *	2,720	47,382

**COMMONWEALTH INTERNATIONAL SERIES TRUST
COMMONWEALTH GLOBAL FUND**

SCHEDULE OF INVESTMENTS - April 30, 2003 (Unaudited)

	<u>Shares</u>	<u>Value</u>
Copart, Inc. *	5,500	\$ 46,420
Dentsply International, Inc.	1,175	44,004
DST Systems, Inc.*	1,585	48,659
Greenpoint Financial Corp.#	910	43,462
Imation Corp.	1,200	41,160
International Rectifier Corp.#*	2,000	45,240
Interstate Bakeries	4,400	46,068
Investment Technology Group, Inc.	3,200	45,728
Lubrizol Corp.	1,355	42,832
Manpower, Inc.	1,175	38,634
McCormick & Co., Inc.	1,765	43,754
Michaels Stores, Inc.	1,200	37,488
Microchip Technology, Inc.#	1,755	36,486
NCO Group, Inc.*	1,500	25,125
New York Community Bancorp, Inc.	1,360	47,219
Pec Solutions, Inc.*	4,400	64,988
Pentair, Inc.	1,080	41,623
PMI Group, Inc.	1,400	43,148
Quanex Corp.	1,320	37,963
Sandisk Corp.#*	2,500	60,500
SCANA Corp.	1,450	46,023
Six Flags, Inc.	8,700	51,156
Smith International, Inc.#	1,245	44,272
Sovereign Bancorp, Inc.	2,925	45,191
SPX Corp.	1,405	47,489
Symantec Corp.#*	1,100	48,345
Tecumseh Products Co.*	925	37,222
Thoratec Corp.*	3,300	45,375
Varco International, Inc.#*	2,345	41,249
		<u>1,462,439</u>
TOTAL COMMON STOCK (Cost \$2,213,454)		<u>2,353,839</u>
MUTUAL FUNDS (8.71%)		
Commonwealth Australia/New Zealand Fund	14,549	174,148
Commonwealth Japan Fund	41,852	<u>137,694</u>
TOTAL MUTUAL FUNDS (Cost \$312,460)		<u>311,842</u>

**COMMONWEALTH INTERNATIONAL SERIES TRUST
COMMONWEALTH GLOBAL FUND**

SCHEDULE OF INVESTMENTS - April 30, 2003 (Unaudited)

	<u>Shares</u>	<u>Value</u>
MISCELLANEOUS ASSETS (4.45%)		
iShares MSCI Canada Index Fund	5,000	\$ 52,500
iShares MSCI EMU Index Fund	1,000	45,420
iShares MSCI United Kingdom Index Fund	5,000	<u>61,600</u>
TOTAL MISCELLANEOUS ASSETS (Cost \$155,230) . . .		<u>159,520</u>
 <u>Principal</u>		
MISCELLANEOUS BONDS (4.56%)		
Ford Motor Credit Co., 5.75%, 02/23/04	45,000	45,786
Household Financial Corp., 8.00%, 08/01/04	40,000	42,860
Union Carbide Corp., 6.79%, 2025	75,000	<u>74,425</u>
TOTAL MISCELLANEOUS BONDS (Cost \$165,393) . . .		<u>163,071</u>
 PREFERRED STOCK (4.21%)		
Corporate Office Properties Trust SBI MD	1,000	27,500
Equity Office Properties Trust	1,000	47,500
Health Care REIT, Inc.	1,000	25,200
Lasalle Hotel	1,000	26,700
Winston Hotels, Inc.	1,000	<u>23,810</u>
TOTAL PREFERRED STOCK (Cost \$149,490)		<u>150,710</u>
 REPURCHASE AGREEMENT (17.13%)		
Fifth Third Bank, 0.75%, dated 04/30/03, due 05/01/03, repurchase price \$613,091(collateralized by FGLMC Pool #C69555, 6.50%, due 07/01/32, market value \$631,471) (Cost \$613,078)	613,078	<u>613,078</u>
TOTAL INVESTMENTS (Cost \$3,609,105) (104.81%) . . .		\$3,752,060
LIABILITIES IN EXCESS OF OTHER ASSETS,		
NET (-4.81%)		<u>(172,155)</u>
NET ASSETS (100%)		<u><u>\$3,579,905</u></u>

Call options have been written by the Fund against these positions. (Note 7)

* Non-income producing investment

The accompanying notes are an integral part of the financial statements.

COMMONWEALTH INTERNATIONAL SERIES TRUST

STATEMENTS OF ASSETS AND LIABILITIES - April 30, 2003 (Unaudited)

	<u>Commonwealth Australia/ New Zealand Fund</u>	<u>Commonwealth Japan Fund</u>	<u>Commonwealth Global Fund</u>
ASSETS:			
Investments, at market (identified cost \$16,238,578, \$4,718,748 and \$3,609,105, respectively)	\$18,285,569	\$4,231,857	\$3,752,060
Foreign currency, at value (identified cost \$1,303,757, \$160,083 and \$0, respectively)	1,325,900	161,939	—
Receivables:			
Dividends and interest	41,797	14,390	8,907
Fund shares sold	196,879	—	209,179
Investments sold	165,875	72,757	-
Prepaid expenses	<u>19,538</u>	<u>17,748</u>	<u>18,801</u>
Total assets	<u>20,035,558</u>	<u>4,498,691</u>	<u>3,988,947</u>
LIABILITIES:			
Payables:			
Accrued 12b-1	—	2,283	223
Due to advisor	9,661	2,440	1,775
Fund shares redeemed	2,359,929	794,985	-
Investments purchased	70,176	—	344,829
Accrued expenses	24,338	19,238	12,280
Covered call options written, at value (premiums received \$0, \$4,666 and \$37,283, respectively)	<u>—</u>	<u>405</u>	<u>49,935</u>
Total liabilities	<u>2,464,104</u>	<u>819,351</u>	<u>409,042</u>
NET ASSETS	<u>\$17,571,454</u>	<u>\$3,679,340</u>	<u>\$3,579,905</u>
NET ASSET VALUE, OFFERING AND REDEMPTION PRICE PER SHARE:			
(1,468,324, 1,118,677 and 356,597 shares of beneficial interest outstanding, respectively)	<u>\$ 11.97</u>	<u>\$ 3.29</u>	<u>\$ 10.04</u>
SOURCE OF NET ASSETS:			
Paid-in capital	15,897,691	5,256,699	3,489,372
Accumulated net realized gain (loss) on investments . .	(480,807)	(993,772)	14,699
Undistributed net investment income (loss)	85,435	(102,812)	(54,468)
Net unrealized appreciation (depreciation) on investments and foreign currency	<u>2,069,135</u>	<u>(480,775)</u>	<u>130,302</u>
	<u>\$17,571,454</u>	<u>\$3,679,340</u>	<u>\$3,579,905</u>

The accompanying notes are an integral part of the financial statements.

COMMONWEALTH INTERNATIONAL SERIES TRUST

STATEMENTS OF OPERATIONS For the Period Ended April 30, 2003 (Unaudited)

	<u>Commonwealth Australia/ New Zealand Fund</u>	<u>Commonwealth Japan Fund</u>	<u>Commonwealth Global Fund</u>
INVESTMENT INCOME:			
Interest (net of foreign taxes withheld of \$10,131, \$0 and \$0, respectively)	\$ 86,745	\$ 2,661	\$ 3,464
Dividends (net of foreign taxes withheld of \$45,591, \$3,851 and \$33, respectively)	<u>192,584</u>	<u>18,533</u>	<u>10,852</u>
Total investment income	<u>279,329</u>	<u>21,194</u>	<u>14,316</u>
EXPENSES:			
Management fees	47,375	15,362	5,649
Administration fees	38,271	35,502	24,726
Custodian fees	18,565	4,466	990
Distribution fees	15,792	5,223	1,896
Insurance	14,027	10,291	1,379
Trustee expense	11,850	10,339	450
Audit fees	5,167	5,193	4,667
Legal fees	17,074	15,981	17,113
Registration fees	9,115	9,025	2,087
Reports to shareholders	4,567	2,475	530
Miscellaneous expense	<u>12,091</u>	<u>10,149</u>	<u>9,297</u>
Total expenses	<u>193,894</u>	<u>124,006</u>	<u>68,784</u>
Net investment gain(loss)	<u>85,435</u>	<u>(102,812)</u>	<u>(54,468)</u>
REALIZED AND UNREALIZED GAIN (LOSS)			
ON INVESTMENTS:			
Net realized gain (loss) on:			
Investments	(114,276)	(70,020)	6,543
Option contracts written	—	6,681	8,156
Foreign currency transactions	43,926	19	—
Net unrealized appreciation during the year on investments and foreign currency	<u>1,792,994</u>	<u>57,570</u>	<u>130,302</u>
	<u>1,722,644</u>	<u>(5,750)</u>	<u>145,001</u>
Net increase (decrease) in net assets resulting from operations	<u>\$1,808,079</u>	<u>\$(108,562)</u>	<u>\$ 90,533</u>

The accompanying notes are an integral part of the financial statements.

COMMONWEALTH INTERNATIONAL SERIES TRUST

STATEMENTS OF CHANGES IN NET ASSETS

	Commonwealth Australia/New Zealand Fund	
	For the Period Ended April 30, 2003	For the Year Ended October 31, 2002
	(Unaudited)	
OPERATIONS:		
Net investment gain (loss)	\$ 85,435	\$ (30,385)
Net realized gain (loss) on:		
Investments	(114,276)	(68,916)
Foreign currency transactions	43,926	(22,894)
Net unrealized appreciation during the period on investments and foreign currency	1,792,994	1,079,892
Net increase in net assets resulting from operations	1,808,079	957,697
CAPITAL SHARE TRANSACTIONS:		
Increase in net assets from Fund share transactions	8,899,480	1,372,538
Increase in net assets	10,707,559	2,330,235
NET ASSETS:		
Beginning of year	6,863,895	4,533,660
End of year	\$17,571,454	\$6,863,895
	Commonwealth Japan Fund	
	For the Period Ended April 30, 2003	For the Year Ended October 31, 2002
	(Unaudited)	
OPERATIONS:		
Net investment loss	\$ (102,812)	\$ (214,653)
Net realized gain (loss) on:		
Investments	(63,339)	11,103
Foreign currency transactions	19	338
Net unrealized appreciation (depreciation) during the period on investments and foreign currency	57,570	(437,943)
Net decrease in net assets resulting from operations	(108,562)	(641,155)
CAPITAL SHARE TRANSACTIONS:		
Increase in net assets from Fund share transactions	177,290	844,097
Increase in net assets	68,728	202,942
NET ASSETS:		
Beginning of year	3,610,612	3,407,670
End of year	\$ 3,679,340	\$3,610,612

The accompanying notes are an integral part of the financial statements.

COMMONWEALTH INTERNATIONAL SERIES TRUST

STATEMENTS OF CHANGES IN NET ASSETS

	<u>Commonwealth Global Fund</u> For the Period Ended <u>April 30, 2003*</u> (Unaudited)
OPERATIONS:	
Net investment loss	\$ (54,468)
Net realized gain on:	
Investments	14,699
Foreign currency transactions	—
Net unrealized appreciation during the period on investments and foreign currency	<u>130,302</u>
Net increase in net assets resulting from operations	<u>90,533</u>
CAPITAL SHARE TRANSACTIONS:	
Increase in net assets from Fund share transactions	<u>3,489,372</u>
Increase in net assets	3,579,905
NET ASSETS:	
Beginning of year	<u>—</u>
End of year	<u>\$3,579,905</u>

*The Commonwealth Global Fund commenced operations on December 3, 2002.

The accompanying notes are an integral part of the financial statements.

COMMONWEALTH INTERNATIONAL SERIES TRUST

FINANCIAL HIGHLIGHTS

The following tables set forth the per share operating performance data for a share of capital stock outstanding, total return ratios to average net assets and other supplemental data for each year indicated.

	Commonwealth Australia/New Zealand Fund				
	For the Period Ended April 30, 2003 (Unaudited)	Years Ended October 31,			
		2002	2001	2000	1999
Net Asset Value, Beginning of Period	\$ 10.39	\$ 8.53	\$ 7.19	\$ 9.27	\$ 7.73
Investment Operations:					
Net investment income (loss)	0.06	(0.05)	—	0.13	0.13
Net realized and unrealized gain (loss) on investments	1.52	1.91	1.34	(2.05)	1.44
Total from investment operations	1.58	1.86	1.34	(2.02)	1.57
Distributions from:					
Net investment income	—	—	—	(0.06)	(0.03)
Net Asset Value, End of Period	\$ 11.97	\$ 10.39	\$ 8.53	\$ 7.19	\$ 9.27
Total Return	15.21%	21.81%	18.64%	(21.98)%	20.38%
Ratios/Supplemental Data					
Net assets, end of period (in 000's)	\$17,571	\$6,864	\$4,534	\$3,485	\$4,349
Ratio of expenses to average net assets before reimbursements and waivers of expenses	3.05% ¹	5.63%	5.74%	4.75%	4.14%
after reimbursements and waivers of expenses	3.05% ¹	5.63%	5.74%	4.75%	4.14%
Ratio of net investment income before reimbursements and waivers of expenses	1.34% ¹	(0.56)%	(0.18)%	0.39%	1.42%
after reimbursements and waivers of expenses	1.34% ¹	(0.56)%	(0.18)%	0.39%	1.42%
Portfolio turnover rate	12%	28%	28%	15%	8%

¹Annualized

The accompanying notes are an integral part of the financial statements.

COMMONWEALTH INTERNATIONAL SERIES TRUST

FINANCIAL HIGHLIGHTS

The following tables set forth the per share operating performance data for a share of capital stock outstanding, total return ratios to average net assets and other supplemental data for each year indicated.

	Commonwealth Japan Fund				
	For the Period Ended April 30, 2003 (Unaudited)	Years Ended October 31,			
		2002	2001	2000	1999
Net Asset Value, Beginning of Period	\$ 3.37	\$ 4.12	\$ 5.64	\$ 6.88	\$ 4.55
Investment Operations:					
Net investment loss	(0.09)	(0.20)	—	(0.14)	(0.21)
Net realized and unrealized gain (loss) on investments	0.01	(0.55)	(1.52)	(1.10)	2.54
Total from investment operations	(0.08)	(0.75)	(1.52)	(1.24)	2.33
Distributions from:					
Net investment income	—	—	—	—	—
Net Asset Value, End of Period	\$ 3.29	\$ 3.37	\$ 4.12	\$ 5.64	\$ 6.88
Total Return	(2.37)%	(18.20)%	(26.95)%	(18.02)%	51.21%
Ratios/Supplemental Data					
Net assets, end of period (in 000's)	\$3,679	\$3,611	\$3,408	\$6,282	\$5,305
Ratio of expenses to average net assets before reimbursements and waivers of expenses	6.13% ¹	6.94%	5.57%	3.84%	4.61%
after reimbursements and waivers of expenses	6.13% ¹	6.94%	5.57%	3.84%	4.61%
Ratio of net investment loss before reimbursements and waivers of expenses	(5.09)% ¹	(6.03)%	(3.97)%	(3.08)%	(3.94)%
after reimbursements and waivers of expenses	(5.09)% ¹	(6.03)%	(3.97)%	(3.08)%	(3.94)%
Portfolio turnover rate	10%	5%	51%	14%	17%

¹Annualized

The accompanying notes are an integral part of the financial statements.

COMMONWEALTH INTERNATIONAL SERIES TRUST

FINANCIAL HIGHLIGHTS

The following tables set forth the per share operating performance data for a share of capital stock outstanding, total return ratios to average net assets and other supplemental data for each year indicated.

	Commonwealth Global Fund
	For the Period Ended April 30, 2003* (Unaudited)
Net Asset Value, Beginning of Period	<u>\$10.00</u>
Investment Operations:	
Net investment loss	(0.15)
Net realized and unrealized gain on investments	<u>0.19</u>
Total from investment operations	<u>0.04</u>
Distributions from:	
Net investment income	<u>—</u>
Net Asset Value, End of Period	<u>\$10.04</u>
Total Return	0.40%
Ratios/Supplemental Data	
Net assets, end of period (in 000's)	\$3,580
Ratio of expenses to average net assets before reimbursements and waivers of expenses	10.03% ¹
after reimbursements and waivers of expenses	10.03% ¹
Ratio of net investment loss before reimbursements and waivers of expenses	(7.94)% ¹
after reimbursements and waivers of expenses	(7.94)% ¹
Portfolio turnover rate	16%

* The Commonwealth Global Fund commenced operations on December 3, 2002.

¹ Annualized

The accompanying notes are an integral part of the financial statements.

COMMONWEALTH INTERNATIONAL SERIES TRUST

NOTES TO FINANCIAL STATEMENTS - April 30, 2003 (Unaudited)

Note 1 - Organization

Commonwealth International Series Trust (the "Trust") is registered under the Investment Company Act of 1940 (the "Act"), as a diversified open-end management investment company. The Trust currently consists of three diversified series: the Australia/New Zealand Fund, the Japan Fund and the Global Fund (each a "Fund" and collectively the "Funds"). The Global Fund became effective with the SEC on December 14, 2001 and commenced operations on December 3, 2002.

Note 2 - Investment Objectives

The Australia/New Zealand Fund's investment objective is to seek long-term capital appreciation and current income by investing in equity securities, debt securities, and securities convertible into common stock of Australia and New Zealand issuers.

The Japan Fund's investment objective is to seek long-term capital appreciation and income using a research oriented approach.

The Global Fund's investment objective is to seek long-term capital appreciation and current income by investing in U.S. and foreign equity securities, debt securities and securities convertible into common stock with a general focus on established companies in countries with developed economies.

Note 3 - Significant Accounting Policies

The following is a summary of significant accounting policies consistently followed by the Funds in the preparation of its financial statements.

A) Valuation of Securities - Portfolio securities which are traded on securities exchanges are valued at the last sales price on that exchange prior to the relevant closing or, if there is no recent last sales price available, at the last current bid quotation. A security which is listed or traded on more than one exchange is valued at the quotation on the exchange determined to be the primary market for such security. Fixed income securities are valued using market quotations or pricing services. In the absence of any applicable price, securities will be valued at a fair value as determined in good faith in accordance with procedures established by the Board of Trustees.

B) Currency Translation - For purposes of determining the Funds' net asset value, all assets and liabilities initially expressed in foreign currency values are converted into U.S. dollar values at the prevailing market rate at 14:00 GMT on each U.S. business day, as established by the Board of Trustees. The cost of securities is determined by using historical exchange rates. Income is translated at approximate rates prevailing when accrued. The Funds do not isolate 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 the market prices of the investments. Such fluctuations are included with the net realized and unrealized gains and losses from investments.

COMMONWEALTH INTERNATIONAL SERIES TRUST

NOTES TO FINANCIAL STATEMENTS - April 30, 2003 (Unaudited) (continued)

C) Accounting for Investments - Security transactions are accounted for on the trade date. Realized gains and losses on security transactions are based on the identified cost basis for both financial statement and Federal income tax purposes. Dividend income and distributions to shareholders are recorded on the ex-dividend date. Discounts and premiums on bonds purchased are amortized over the life of the bonds. Interest income and estimated expenses are accrued daily.

D) Federal Income Taxes - No provision has been made for Federal income taxes since it is the policy of the Funds to continue to comply with the special provisions of the Internal Revenue Code applicable to regulated investment companies and to distribute all of its taxable income and realized capital gains, to relieve it from all, or substantially all, such taxes.

At October 31, 2002, the Australia/New Zealand Fund had capital loss carryovers of \$410,457 of which \$73,404 expires in 2006, \$268,137 expires in 2009, and \$68,916 expires in 2010. Under the United States-New Zealand tax treaty, New Zealand imposes a withholding tax on dividends (15%) and interest (10%) received by the Fund. There is currently no New Zealand tax on capital gains.

At October 31, 2002, the Japan Fund had capital loss carryovers of \$927,766 of which \$420,940 expires in 2005, \$244,983 expires in 2006 and \$261,843 expires in 2009. The Fund elected to defer net capital losses of \$2,686. Under the United States-Japan tax treaty, Japan imposes a withholding tax of 15% on the dividends received by the Fund. There is currently no Japanese tax on capital gains.

E) Distributions to Shareholders - The Funds distribute net investment income, if any, and net realized gains (net of any capital loss carryovers) annually. Income and capital gain distributions are determined in accordance with income tax regulations which may differ from accounting principles generally accepted in the United States of America. These differences are primarily due to differing treatments for foreign currency transactions and capital loss carryovers.

F) Option Accounting Principles - When the Funds sell an option, an amount equal to the premium received by the Funds is recorded as a liability. The amount of the liability is marked-to-market to reflect the current market value of the options written. The current market value of a traded option is the last sale price and options not traded that day are valued at the prevailing quoted bid price. When an option expires on its stipulated expiration date or the Fund enters into a closing purchase transaction, the Funds realize a gain (or loss, if the cost of a closing purchase transaction exceeds the premium received when the option was sold) without regard to any unrealized gain or loss on the underlying security, and the liability related to such option is extinguished. If a call option is exercised, the premium is added to the proceeds from the sale of the underlying security in determining whether the Fund has a realized gain or loss.

COMMONWEALTH INTERNATIONAL SERIES TRUST

NOTES TO FINANCIAL STATEMENTS - April 30, 2003 (Unaudited) (continued)

G) Forward Currency Contracts - Forward currency transactions are undertaken to hedge against possible variations in the foreign exchange rates between the United States Dollar and foreign currency. A forward currency contract is an agreement between two parties to buy or sell a currency at a set price on a future date. Forward contracts are marked-to-market daily and the change in the market value is recorded by the Fund as an unrealized gain or loss. When a contract is closed, the Fund records a realized gain or loss equal to the difference between the value of the contract at the time it was opened and the value at the time it was closed. The Funds could be exposed to risk if the counterparties are unable to meet the terms of the contracts or if the value of the currency changes unfavorably.

H) Repurchase Agreements - In connection with transactions in repurchase agreements, it is the Funds' policy that their custodian bank take possession of the underlying collateral securities, the fair value of which must be equal to the principal amount of the repurchase agreement including accrued interest throughout the term of the repurchase agreement. If the seller defaults and the fair value of the collateral declines, realization of the collateral by the Funds may be delayed or limited.

I) Use of Estimates - The preparation of the financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenue and expense during the reporting period. Actual results could differ from those estimates.

Note 4 - Investment Advisory Fees, Administrative Fees and Other Transactions with Affiliates

The Funds retain FCA Corp, (“FCA”) as its Investment Adviser. Under the Investment Advisory Agreement (the “Agreement”), the Adviser is paid a monthly fee based on the average daily net assets at the annual rate of .75%.

The Company on behalf of its series has contracted with InCap Service Company, Inc. (“ISC”) to perform specified administrative, accounting, and transfer agent services for the Funds.

During the period ended April 30, 2003, InCap Service Company received fees of \$38,271, \$35,502 and \$24,726 from the Australia/ New Zealand Fund, the Japan Fund and the Global Fund, respectively.

InCap Securities, Inc. an affiliate of the Transfer Agent serves as Distributor of the Fund’s shares.

The Funds have adopted a Service and Distribution Plan (the “Plan”) pursuant to Rule 12b-1 under the Act whereby Fund assets are used to reimburse the Distributor for costs and expenses incurred with the distribution and marketing of shares of the Funds and servicing of Fund shareholders. Distribution and marketing expenses include, among other things, printing of prospectuses, advertising literature, and costs of personnel involved with the promotion and distribution of the Fund’s shares. Under the Plan, the Fund pays the Distributor an amount computed at an annual rate of up to 0.25% of the Fund’s average net assets (including reinvested divi-

COMMONWEALTH INTERNATIONAL SERIES TRUST

NOTES TO FINANCIAL STATEMENTS - April 30, 2003 (Unaudited) (continued)

dends paid with respect to those assets). Of this amount, the Distributor may reallocate to securities dealers (which may include the Distributor itself) and other financial institutions and organizations (collectively, "Service Organizations") amounts based on the Fund's average net assets owned by stockholders for whom the Service Organizations have a servicing relationship. For the period ended April 30, 2003, the Australia/New Zealand Fund, the Japan Fund and the Global Fund incurred \$15,792, \$5,223 and \$1,896 in 12b-1 fees, respectively.

Certain officers and directors of the Funds, who are also officers and directors of the Adviser, the Administrator, or Distributor, received no compensation from the Funds. For the period ended April 30, 2003, directors of the Funds who are not "interested persons" received directors' fees of \$16,500.

Note 5 - Capital Stock

At April 30, 2003 there were shares outstanding of 1,468,324, 1,118,677 and 356,597, for the Australia/New Zealand Fund, the Japan Fund and the Global Fund, respectively. Transactions in capital stock were as follows:

	Commonwealth Australia/New Zealand Fund			
	Period Ended April 30, 2003		Year Ended October 31, 2002	
	SHARES	DOLLARS	SHARES	DOLLARS
Shares sold	4,712,613	\$52,787,433	1,529,390	\$ 15,266,300
Shares redeemed	(3,904,972)	(43,887,953)	(1,400,188)	(13,893,762)
Net increase	807,641	\$ 8,899,480	129,202	\$ 1,372,538

	Commonwealth Japan Fund			
	Period Ended April 30, 2003		Year Ended October 31, 2002	
	SHARES	DOLLARS	SHARES	DOLLARS
Shares sold	13,059,483	\$43,738,278	7,626,964	\$ 27,831,507
Shares redeemed	(13,011,013)	(43,560,988)	(7,383,299)	(26,987,410)
Net increase	48,470	\$ 177,290	243,665	\$ 844,097

COMMONWEALTH INTERNATIONAL SERIES TRUST

NOTES TO FINANCIAL STATEMENTS - April 30, 2003 (Unaudited) (continued)

<u>Commonwealth Global Fund</u>		
<u>Period Ended</u>		
<u>April 30, 2003</u>		
	<u>SHARES</u>	<u>DOLLARS</u>
Shares sold	388,143	\$ 3,800,349
Shares redeemed	<u>(31,546)</u>	<u>(310,977)</u>
Net increase	<u>356,597</u>	<u>\$ 3,489,372</u>

Note 6 - Purchases and Sales of Securities

Purchases and sales of investment securities (excluding short-term securities) by the Funds for the period from November 1, 2002 to April 30, 2003 were as follows:

	<u>Purchases</u>	<u>Sales</u>
Australia/New Zealand Fund	\$9,216,085	\$1,222,749
Japan Fund	629,040	374,396
Global Fund	3,783,588	283,6856

For U.S. federal income tax purposes, the cost of securities owned, gross appreciation, gross depreciation and net unrealized appreciation/(depreciation) of investments at October 31, 2002 for each fund:

	<u>Cost</u>	<u>Gross</u> <u>Appreciation</u>	<u>Gross</u> <u>Depreciation</u>	<u>Net</u> <u>Appreciation/</u> <u>(Depreciation)</u>
Australia/New Zealand Fund	\$6,413,606	\$882,229	\$(607,269)	\$ 274,960
Japan Fund	4,136,760	152,335	(699,145)	(546,810)

Note 7 - Options Written by the Japan Fund and the Global Fund

A call option gives the holder the right to buy the underlying stock from the writer (the Funds) at a specified price within a fixed period of time. Therefore, the securities held by the Funds against which options are written may not be traded and are held in escrow by the custodian.

The following table sets forth the outstanding call options written by the Japan Fund and the Global Fund as of April 30, 2003.

<u>Commonwealth Japan Fund</u>			
	<u>Premium</u> <u>Received</u>	<u>Market</u> <u>Value</u>	<u>Unrealized</u> <u>Appreciation</u>
<u>Call Options On</u>			
2,700 shs AFLAC, Inc. ADR @ 35			
exp May 15, 2003	<u>\$4,666</u>	<u>\$405</u>	<u>\$4,261</u>

COMMONWEALTH INTERNATIONAL SERIES TRUST

NOTES TO FINANCIAL STATEMENTS - April 30, 2003 (Unaudited) (continued)

	<u>Commonwealth Global Fund</u>		
<u>Call Options On</u>	<u>Premium Received</u>	<u>Market Value</u>	<u>Unrealized Appreciation (Depreciation)</u>
5,000 shs Endesa SA ADR @ 12.5			
exp June 15, 2003	\$5,444	\$8,750	\$(3,306)
900 shs Greenpoint Financial Corp. ADR @ 50			
exp July 19, 2003	1,084	990	94
2,000 shs International Rectifier Corp. ADR @ 35			
exp January 17, 2004	2,655	1,900	755
1,700 shs Microchip Technology, Inc. ADR @ 30			
exp July 19, 2003	2,426	340	2,086
2,500 shs Sandisk Corp. ADR @ 25			
exp January 17, 2004	3,945	10,500	(6,555)
1,200 shs Smith International, Inc. ADR @ 40			
exp January 17, 2004	3,319	2,820	499
800 shs Symantec Corp. ADR @ 50			
exp July 19, 2003	2,523	760	1,763
2,600 shs Teva Pharmaceutical Industries ADR @ 40			
exp September 20, 2003	7,223	20,800	(13,577)
1,000 shs Unilever NV ADR @ 70			
exp January 17, 2004	2,620	1,300	1,320
2,500 shs Vodaphone Group Plc. ADR @ 22.5			
exp July 19, 2003	3,220	625	2,595
2,300 shs Varco International, Inc. ADR @ 20			
exp August 16, 2003	<u>2,824</u>	<u>1,150</u>	<u>1,674</u>
Total	<u>\$37,283</u>	<u>\$49,935</u>	<u>\$(12,652)</u>

The aggregate market value at April 30, 2003 of securities subject to call options is \$88,317 or approximately 2.40% of net assets for the Japan Fund and \$572,236 or approximately 15.98% of net assets for the Global Fund. Written option activity for the period ended April 30, 2003 was as follows:

	<u>Commonwealth Japan Fund</u>	
	<u>Number of Options</u>	<u>Amount of Premium</u>
Options outstanding at October 31, 2002	47	\$ 6,681
Options written	27	4,666
Options expired	(47)	(6,681)
Options covered	<u>0</u>	<u>0</u>
Options outstanding at April 30, 2003	<u>27</u>	<u>\$ 4,666</u>

COMMONWEALTH INTERNATIONAL SERIES TRUST

NOTES TO FINANCIAL STATEMENTS - April 30, 2003 (Unaudited) (continued)

	<u>Commonwealth Global Fund</u>	
	<u>Number of Options</u>	<u>Amount of Premium</u>
Options outstanding at October 31, 2002	—	\$ —
Options written	303	47,280
Options expired	—	—
Options covered	<u>(78)</u>	<u>(9,997)</u>
Options outstanding at April 30, 2003	<u>225</u>	<u>\$ 37,283</u>

Note 8 - Tax Matters

As of October 31, 2002, the components of distributable earnings on a tax basis for the Funds were as follows:

	Undistributed Ordinary Income	Undistributed Short- Term Capital Gains/ (Losses)	Undistributed Long- Term Capital Gains/ (Losses)	Unrealized Appreciation/ (Depreciation)
Australia/New Zealand Fund				\$274,960
Japan Fund	—	—	—	(546,810)

The difference between book basis and tax basis unrealized appreciation (depreciation) is attributable primarily to the tax deferral of losses on wash sales.