UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
WASHINGTON, DC 20549

FORM 10-Q

(Mark One)

X QUARTERLY REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934 [FEE REQUIRED]

For the quarterly period ended June 30, 2002

OR

_ TRANSITION REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934 [NO FEE REQUIRED]

Commission file number 333-18053

PRUCO LIFE INSURANCE COMPANY
OF NEW JERSEY

(Exact name of Registrant as specified in its charter)

New Jersey	22-2426091
(State or other jurisdiction, incorporation or organization)	(IRS Employer Identification No.)

213 Washington Street, Newark, New Jersey 07102
(Address of principal executive offices) (Zip Code)

(973) 802-3274
(Registrant's Telephone Number, including area code)

Securities registered pursuant to Section 12 (b) of the Act: NONE
Securities registered pursuant to Section 12 (g) of the Act: NONE

Indicate by check mark whether the Registrant (1) has filed all reports required to be filed by Section 13 or 15 (d) of the Securities Exchange Act of 1934 during the preceding 12 months (or for such shorter period that the registrant was required to file such reports), and (2) has been subject to such filing requirements for the past 90 days. YES X NO ___

State the aggregate market value of the voting stock held by non-affiliates of the registrant: NONE

Indicate the number of shares outstanding of each of the registrant's classes of common stock, as of August 14, 2002. Common stock, par value of $5 per share: 400,000 shares outstanding

Pruco Life Insurance Company of New Jersey meets the conditions set forth in General Instruction (H) (1) (a) and (b) on Form 10-Q and is therefore filing this Form with the reduced disclosure format.

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PRUCO LIFE INSURANCE COMPANY OF NEW JERSEY

INDEX TO FINANCIAL STATEMENTS

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Forward-Looking Statement Disclosure
Certain of the statements included in this Quarterly Report on Form 10-Q, including but not limited to those in the Management's Discussion and Analysis of Financial Condition and Results of Operations, constitute forward-looking statements within the meaning of the U.S. Private Securities Litigation Reform Act of 1995. Words such as "expects," "believes," "anticipates," "includes," "plans," "assumes," "estimates," "projects," or variations of such words are generally part of forward-looking statements. Forward-looking statements are made based on management's current expectations and beliefs concerning future developments and their potential effects upon Pruco Life Insurance Company of New Jersey ("the Company"). There can be no assurance that future developments affecting the Company will be those anticipated by management. These forward-looking statements are not a guarantee of future performance and involve risks and uncertainties, and there are certain important factors that could cause actual results to differ, possibly materially, from expectations or estimates reflected in such forward-looking statements, including without limitation: general economic, market and political conditions, including the performance of financial markets, interest rate fluctuations and the continuing impact of the events of September 11; volatility in the securities markets; reestimates of our reserves for future policy benefits and claims; our exposure to contingent liabilities; catastrophe losses; investment losses and defaults; changes in our claims-paying or credit ratings; competition in our product lines and for personnel; fluctuations in foreign currency exchange rates and foreign securities markets; risks to our international operations; the impact of changing regulation or accounting practices; adverse litigation results; and changes in tax law. The Company does not intend, and is under no obligation to, update any particular forward-looking statement included in this document.

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Pruco Life Insurance Company of New Jersey

Statements of Financial Position (Unaudited)
As of June 30, 2002 and December 31, 2001 (In Thousands)

<S>	<C> June 30, 2002	<C> December 31, 2001
ASSETS		
Fixed maturities:		
Available for sale, at fair value (amortized cost, 2002: $530,199; and 2001: $478,996)	$ 542,538	$ 490,734
Policy loans	159,308	158,754
Short-term investments	18,896	32,983

Other long-term investments	3,300	2,614
	----------	----------
Total investments	724,042	685,085
Cash and cash equivalents	48,082	58,212
Deferred policy acquisition costs	131,895	118,975
Accrued investment income	11,081	10,399
Receivables from affiliates	16,452	17,270
Other assets	7,257	3,919
Separate Account assets	1,517,948	1,631,113
	----------	----------
TOTAL ASSETS	$2,456,757	$2,524,973
	==========	==========
LIABILITIES AND STOCKHOLDER'S EQUITY		
Liabilities		
Policyholders' account balances	$ 494,680	$ 457,172
Future policy benefits and other policyholder liabilities	121,952	119,400
Cash collateral for loaned securities	35,249	36,092
Securities sold under agreements to repurchase	25,446	18,514
Income taxes payable	37,394	36,012
Other liabilities	13,596	19,298
Separate Account liabilities	1,517,948	1,631,113
	----------	----------
Total liabilities	2,246,265	2,317,601
	----------	----------
Contingencies - (See Footnote 2)		
Stockholder's Equity		
Common stock, $5 par value; 400,000 shares, authorized; issued and outstanding at June 30, 2002 and December 31, 2001	2,000	2,000
Paid-in-capital	128,689	128,689
Retained earnings	75,749	72,959
Accumulated other comprehensive income	4,054	3,724
	----------	----------
Total stockholder's equity	210,492	207,372
	----------	----------
TOTAL LIABILITIES AND STOCKHOLDER'S EQUITY	$2,456,757	$2,524,973
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See Notes to Financial Statements

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Pruco Life Insurance Company of New Jersey

Statements of Operations and Comprehensive Income (Unaudited)
Three and Six Months Ended June 30, 2002 and 2001 (In Thousands)

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	Six months ended June 30,		Three months ended June 30,	
	2002	2001	2002	2001
<S>	<C>	<C>	<C>	<C>
REVENUES				
Premiums	$ 9,322	$ 7,326	$ 5,239	$ 4,414
Policy charges and fee income	28,564	24,330	15,281	13,682
Net investment income	22,535	27,943	11,356	13,890
Realized investment (losses) gains, net	(5,523)	175	(3,391)	(805)
Asset management fees	233	299	200	137
Other income	340	210	194	17
Total revenues	55,471	60,283	28,879	31,335
BENEFITS AND EXPENSES				
Policyholders' benefits	15,402	17,164	7,424	9,437
Interest credited to policyholders' account balances	9,837	10,344	5,036	5,199
General, administrative and other expenses	26,011	19,628	15,665	9,949
Total benefits and expenses	51,250	47,136	28,125	24,585
Income from operations before income taxes	4,221	13,147	754	6,750
Income tax provision	1,431	3,954	452	1,840
NET INCOME	2,790	9,193	302	4,910
Net unrealized investment gains (losses) on securities, net of reclassification adjustment and taxes	330	2,111	1,826	(1,773)
TOTAL COMPREHENSIVE INCOME	$ 3,120	$11,304	$ 2,128	$ 3,137

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See Notes to Financial Statements

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Pruco Life Insurance Company of New Jersey

Statements of Changes in Stockholder's Equity (Unaudited) Periods ended June 30, 2002 and December 31, 2001 and 2000 (In Thousands)

	Common stock	Paid - in - capital	Retained earnings	Accumulated other comprehensive income (loss)	Total stockholder's equity
<S>	<C>	<C>	<C>	<C>	<C>
Balance, January 1, 2000	$ 2,000	$ 125,000	$ 230,057	$ (6,088)	$ 350,969
Net income	-	-	23,584	-	23,584
Contribution	-	3,689	-	-	3,689
Change in net unrealized investment losses, net of reclassification and taxes	-	-	-	5,325	5,325
Balance, December 31, 2000	2,000	128,689	253,641	(763)	383,567
Net income	-	-	15,593	-	15,593
Dividend to Parent	-	-	(186,000)	-	(186,000)
Policy credits issued to Eligible policyholders	-	-	(10,275)	-	(10,275)

Change in net unrealized investment losses, net of reclassification and taxes	-	-	-	4,487	4,487
Balance, December 31, 2001	2,000	128,689	72,959	3,724	207,372
Net income	-	-	2,790	-	2,790
Change in net unrealized investment gains, net of reclassification and taxes	-	-	-	330	330
Balance, June 30, 2002	$ 2,000	$ 128,689	$ 75,749	$ 4,054	$ 210,492

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See Notes to Financial Statements

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Pruco Life Insurance Company of New Jersey

Statements of Cash Flows (Unaudited)
Six Months Ended June 30, 2002 and 2001 (In Thousands)

	Six months ended, June 30,	
	2002	2001
<S>	<C>	<C>
CASH FLOWS FROM OPERATING ACTIVITIES:		
Net income	$ 2,790	$ 9,193
Adjustments to reconcile net income to net cash provided by (used in) Operating activities:		
Policy charges and fee income	(5,589)	(5,634)
Interest credited to policyholders' account balances	9,837	10,344
Realized investment (gains) losses, net	5,523	(175)
Amortization and other non-cash items	(825)	(8,173)
Change in:		
Future policy benefits and other policyholders' liabilities	2,552	4,069
Accrued investment income	(682)	1,301
Policy loans	(554)	(3,992)
Receivables from affiliates	818	5,953
Deferred policy acquisition costs	(12,920)	(1,398)
Income taxes payable	1,382	(2,208)
Other, net	81	17,907
Cash Flows From Operating Activities	2,413	27,187
CASH FLOWS USED IN INVESTING ACTIVITIES:		
Proceeds from the sale/maturity of:		
Fixed maturities available for sale	123,752	420,381
Payments for the purchase of:		
Fixed maturities available for sale	(179,568)	(461,889)
Cash collateral for loaned securities, net	(843)	557
Securities sold under agreements to repurchase, net	6,932	4,439
Other long-term investments, net	(1,655)	350
Short term investments, net	14,084	23,532
Cash Flows Used in Investing Activities	(37,298)	(12,630)
CASH FLOWS FROM FINANCING ACTIVITIES:		
Policyholders' account balances:		
Deposits	69,699	45,437
Withdrawals	(35,823)	

(35,579)

Cash payments to eligible policyholders	(9,121)	-
Cash Flows From Financing Activities	24,755	9,858
Net (decrease) increase in Cash and cash equivalents	(10,130)	24,415
Cash and cash equivalents, beginning of year	58,212	65,237
CASH AND CASH EQUIVALENTS, END OF PERIOD	$ 48,082	$ 89,652

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See Notes to Financial Statements

1. BASIS OF PRESENTATION

The accompanying interim financial statements have been prepared pursuant to the rules and regulations for reporting on Form 10-Q on the basis of accounting principles generally accepted in the United States. These interim financial statements are unaudited but reflect all adjustments which, in the opinion of management, are necessary to provide a fair presentation of the results of operations and financial condition of the Pruco Life Insurance Company of New Jersey ("the Company"), for the interim periods presented. The Company is a wholly owned subsidiary of the Pruco Life Insurance Company ("Pruco Life"), which in turn is a wholly owned subsidiary of The Prudential Insurance Company of America ("Prudential"). Prudential is a wholly owned subsidiary of Prudential Financial, Inc. All such adjustments are of a normal recurring nature. The results of operations for any interim period are not necessarily indicative of results for a full year. Certain amounts in the Company's prior year financial statements have been reclassified to conform to the current year presentation. These financial statements should be read in conjunction with the financial statements and notes thereto contained in the Company's Annual Report on Form 10-K for the year ended December 31, 2001.

2. CONTINGENCIES AND LITIGATION

Contingencies
On an ongoing basis, our internal supervisory and control functions review the quality of our sales, marketing and other customer interface procedures and practices and may recommend modifications or enhancements. In certain cases, if appropriate, we may offer customers remediation and may incur charges, including the cost of such remediation, administrative costs and regulatory fines.

It is possible that the results of operations or the cash flow of the Company in a particular quarterly or annual period could be materially affected as a result of payments in connection with the matters discussed above depending, in part, upon the results of operations or cash flow for such period. Management believes, however, that the ultimate payments in connection with these matters should not have a material adverse effect on the Company's financial position.

Litigation
Prudential and the Company are subject to legal and regulatory actions in the ordinary course of our businesses, including class actions. Pending legal and regulatory actions include proceedings relating to aspects of our businesses and operations that are specific to the Company and Prudential and that are typical of the businesses in which the Company and Prudential operate. Some of these proceedings have been brought on behalf of various alleged classes of complainants. In certain of these matters, the plaintiffs are seeking large and/or indeterminate amounts, including punitive or exemplary damages.

Beginning in 1995, regulatory authorities and customers brought significant regulatory actions and civil litigation against the Company and Prudential involving individual life insurance sales practices. In 1996, Prudential, on behalf of itself and many of its life insurance subsidiaries including the Company entered into settlement agreements with relevant insurance regulatory authorities and plaintiffs in the principal life insurance sales practices class action lawsuit covering policyholders of individual permanent life insurance policies issued in the United States from 1982 to 1995. Pursuant to the settlements, the companies agreed to various changes to their sales and business practices controls, to a series of fines, and to provide specific forms of relief to eligible class members. Virtually all claims by class members filed in connection with the settlements have been resolved and virtually all aspects of the remediation program have been satisfied. While the approval of the class action settlement is now final, Prudential and the Company remain subject to oversight and review by insurance regulators and other regulatory authorities with respect to its sales practices and the conduct of the remediation program. The U.S. District Court has also retained jurisdiction as to all matters relating to the administration, consummation, enforcement and interpretation of the settlements.

As of June 30, 2002, Prudential and/or the Company remained a party to approximately 40 individual sales practices actions filed by policyholders who "opted out" of the class action settlement relating to permanent life insurance policies issued in the United States between 1982 and 1995. In addition, there were 17 sales practices actions pending that were filed by policyholders who were members of the class and who failed to "opt out" of the class action settlement. Prudential and the Company believe that those actions are governed by the class settlement release and expect them to be enjoined and/or dismissed. Additional suits may be filed by class members who "opted out" of the class settlements or who failed to "opt out" but nevertheless seek to proceed against Prudential and/or the Company. A number of the plaintiffs in these cases seek large and/or indeterminate amounts, including punitive or exemplary damages. Some of these actions are brought on behalf of multiple plaintiffs. It is possible that substantial punitive damages might be awarded in any of these actions and particularly in an action involving multiple plaintiffs.

Prudential has indemnified the Company for any liabilities incurred in connection with sales practices litigation covering policyholders of individual permanent life insurance policies issued in the United States from 1982 to 1995.

The Company's litigation is subject to many uncertainties, and given the complexity and scope, the outcomes cannot be predicted. It is possible that the results of operations or the cash flow of the Company in a particular quarterly or annual period could be materially effected by an ultimate unfavorable resolution of pending litigation and regulatory matters. Management believes, however, that the ultimate outcome of all pending litigation and regulatory matters should not have a material adverse effect on the Company's financial position.

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3. RELATED PARTY TRANSACTIONS

The Company has extensive transactions and relationships with Prudential and other affiliates. It is possible that the terms of these transactions are not the same as those that would result from transactions among wholly unrelated parties.

Expense Charges and Allocations

All of the Company's expenses are allocations or charges from Prudential or other affiliates. These expenses can be grouped into the following categories: general and administrative expenses and retail distribution expenses.

The Company's general and administrative expenses are charged to the Company using allocation methodologies based on business processes. Management believes that the methodology is reasonable and reflects costs incurred by Prudential to process transactions on behalf of the Company. Prudential and the Company operate under service and lease agreements whereby services of officers and employees, supplies, use of equipment and office space are provided by Prudential.

The Company is allocated estimated distribution expenses from Prudential's retail agency network for both its domestic life and annuity products. The estimate of allocated distribution expenses is intended to reflect a market based pricing arrangement.

The Company has capitalized the majority of these distribution expenses as deferred policy acquisition costs.

Corporate Owned Life Insurance

The Company has sold a Corporate Owned Life Insurance ("COLI") policy to Prudential. The cash surrender value included in Separate Accounts was $168.9 million and $165.7 million at June 30, 2002 and December 31, 2001, respectively.

Reinsurance

The Company currently has a reinsurance agreement in place with Prudential ("the reinsurer"). The reinsurance agreement is a yearly renewable term agreement in which the Company may offer and the reinsurer may accept reinsurance on any life in excess of the Company's maximum limit of retention. The Company is not relieved of its primary obligation to the policyholder as a result of these reinsurance transactions. These agreements had no material effect on net income for the periods ended June 30, 2002 and 2001.

Debt Agreements

In July 1998, the Company established a revolving line of credit facility with Prudential Funding LLC, a wholly-owned subsidiary of Prudential. There is no outstanding debt relating to this credit facility as of June 30, 2002 or

December 31, 2001.

Item 2. Management's Discussion and Analysis of Financial Condition and Results of Operations.

Pruco Life Insurance Company of New Jersey meets the conditions set forth in General Instruction H(1)(a) and (b) on Form 10-Q and is filing this form with reduced disclosure.

1. Analysis of Financial Condition

Total assets of the Company decreased $68.2 million from $2,525.0 million to $2,456.8 million during the first six months of 2002. Separate Account assets decreased $113.2 million as a result of market value declines. Partially offsetting this, was an increase in fixed maturities of $51.8 million from investing policyholder deposits.

Total liabilities of the Company decreased $71.3 million during the first six months of 2002 from $2,317.6 million to $2,246.3 million. Corresponding with the asset change, Separate Account liabilities decreased by $113.2 million resulting from market value declines. Policyholder Account balances increased $37.5 million mainly from annuity deposits.

2. Results of Operations

Net Income for the six months ended June 30, 2002 and June 30, 2001

Net Income
Net income for the six months ended June 30, 2002 was $2.8 million, a decrease of $6.4 million from the first six months of 2001. The main factors in the decline in net income are lower realized investment gains and investment income, and higher amortization of deferred acquisition costs ("DAC"). These declines were partially offset by higher policy charges and fee income and premiums.

Revenues
Revenues decreased by $4.8 million from the prior year comparable period. The change in realized investment losses/gains between the two periods decreased income by $5.7 million. This change resulted primarily from the realization of losses on sales of fixed maturities in 2002 from credit related sales compared to gains on sales in the prior year from declining interest rates. Net investment income is lower by $5.4 million due to lower yields available on investment in fixed maturities and short-term investments and a lower fixed maturity balance.

Policy charges and fee income increased by $4.2 million primarily driven by an increase in charges for assuming mortality and expense risks due to the growth in the life insurance in-force business. The life insurance in-force business (excluding term insurance) grew to $7.6 billion at June 30, 2002 from $6.9 billion at both June 30 and December 31, 2001. This was partially offset by a decrease in annuity policy charges and fees due to decreased fund values as a result of unfavorable market performance. Premiums increased $2.0 million from higher term insurance sales and renewals of the Term Essential and Term Elite products of $5.5 million. This was partially offset by decreased extended term insurance, which represents term insurance issued under policy provisions to customers who previously had lapsing variable life insurance with the Company.

Benefits and Expenses
Policyholder benefits are $1.8 million lower than the prior year from decreases to reserves of $3.2 million partially offset by higher death and surrender benefits. Reserves are lower as a result of the lower amount of extended term insurance issued in 2002, partially offset by higher reserves for term insurance. Interest credited to policyholder account balances decreased by $0.5 million despite growth in policyholder account balances as interest crediting rates were decreased in reaction to the declining investment portfolio yields.

General, administrative and other expenses increased by $6.4 million from the prior year comparable period. The decline in our Separate Account assets resulting from unfavorable market conditions contributed to increased amortization of DAC of $4.4 million reflecting a decrease in expected future gross profits. Continued deterioration in market conditions may result in further increases in the amortization of DAC. Commissions, net of capitalization also increased due to higher sales and renewals than the prior year.

Net Income for the three months ended June 30, 2002 and June 30, 2001

Net income
Net income declined $4.6 million from the prior year comparable quarter. The majority of this decrease resulted from the increase in DAC amortization of $ 5.6 million as a result of unfavorable market conditions.

Revenues
Revenues are lower than the prior year quarter by $2.5 million. Investment results were $5.1 million lower due to credit related realized losses and lower investment income from decreased yields on fixed maturities and short-term investments. Policy charges increased $1.6 million from growth in the life insurance in-force business. Premiums increased $0.8 million from higher term insurance offset partially by lower extended term premiums.

Benefits and Expenses
Policyholder benefits are lower by $2.0 million related to reserve decreases for extended term premiums, partially offset by higher term insurance reserves. General, administrative, and other expenses increased $5.7 million. The decline in our Separate Account assets resulting from unfavorable market conditions contributed to increased amortization of DAC of $5.6 million reflecting a decrease in expected future gross profits.

3. Liquidity and Capital Resources

Principal cash flow sources are investment and fee income, investment maturities and sales, and premiums and fund deposits. These cash inflows may be supplemented by financing activities through other Prudential affiliates.

Cash outflows consist principally of benefits, claims and amounts paid to policyholders in connection with policy surrenders, withdrawals and net policy loan activity. Uses of cash also include commissions, general and administrative expenses, and purchases of investments. Liquidity requirements associated with policyholder obligations are monitored regularly so that the Company can manage cash inflows to match anticipated cash outflow requirements.

The Company believes that cash flow from operations together with proceeds from scheduled maturities and sales of fixed maturity investments, are adequate to satisfy liquidity requirements based on the Company's current liability structure.

The Company had $2.5 billion of assets at June 30, 2002 and December 31, 2001, of which $1.5 billion and $1.6 billion were held in Separate Accounts at June 30, 2002 and December 31, 2001, respectively, under variable life insurance policies and variable annuity contracts. The remaining assets consisted primarily of investments and deferred policy acquisition costs.

PART II

Item 6. Exhibits and Reports on Form 8-K

(a) Exhibits

3(i)(a) The Articles of Incorporation (as amended through March 11, 1983) of Pruco Life Insurance Company of New Jersey are incorporated by reference to Post-effective Amendment No. 26 to the Registration Statement on Form S-6 of Pruco Life of New Jersey Variable Appreciable Account as filed April 28, 1997, Registration No. 2-89780.

3(i)(b) Amendment to the Articles of Incorporation dated February 12, 1998 is incorporated by reference to Post-Effective Amendment No. 12 to the Registration Statement on Form S-1, of Pruco Life of New Jersey Variable Contract Real Property Account as filed on April 16, 1999, Registration No. 33-20018.

3(ii) By-Laws of Pruco Life Insurance Company of New Jersey (as amended through May 5, 1997) are incorporated by reference to Form 10-Q as filed by the Company on August 15, 1997.

4(a) Market-Value Adjustment Annuity Contract is incorporated by reference to the Company's registration statement on Form S-1, Registration No. 333-18053, as filed November 17, 1995.

4(b) Market-Value Adjustment Annuity Contract is incorporated by reference to the Company's registration statement on Form S-3, Registration No. 333-62246, as filed on April 12, 2002.

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934, the Registrant has duly caused this report to be signed on its behalf of the undersigned, thereunto duly authorized.

PRUCO LIFE INSURANCE COMPANY OF NEW JERSEY
(Registrant)

Signature	Title	Date
/s/ Andrew J. Mako Andrew J. Mako	Executive Vice President (Authorized Signatory)	August 14, 2002
/s/ William J. Eckert, IV William J. Eckert, IV	Vice President and Chief Accounting Officer (Principal Accounting Officer)	August 14, 2002