



MULVIHILL HYBRID INCOME FUNDS

Semi-Annual Report 2001

Mulvihill Premium Funds

First Premium Income Trust
First Premium U.S. Income Trust
First Premium Oil & Gas Income Trust
60^{Plus} Income Trust
Global Plus Income Trust

Mulvihill Summit Series

Digital World Trust

Mulvihill Platinum Series

Pro-AMS U.S. Trust
Pro-AMS Trust

August 2001

Most equity markets produced negative returns over the six-month period ended June 30, 2001, primarily due to the slowdown in the U.S. economy. The TSE 300 index recorded a decline of 12.7%, while the S&P/TSE 60 index slipped by 15.1%. Technology, media and telecom stocks have been the hardest hit, as global business conditions in these sectors have deteriorated sharply. This is most evident in the decline of Nortel Networks which now represents an approximate 6% weight in the TSE 300 index from its prior peak capitalization of over 30%. In the U.S., the tech-heavy NASDAQ Composite Index has recovered some of its earlier losses, but still remains 57% below the peak it reached in March of 2000.

The U.S. Federal Reserve has responded to the slowdown with dramatic interest rate cuts totalling 275 basis points. The stimulatory effect of these cuts provides grounds for optimism about a market recovery later this year. Some indications that the U.S. economy is beginning to rebound have already appeared, and consumer spending is holding up well, despite widespread layoffs in manufacturing industries. Lower interest rates, tax cuts and declining energy costs are all factors favoring a stronger second-half performance. However, the timing of a full recovery remains uncertain.

While it has been affected by the U.S. slump, the Canadian economy has retained its fundamental strength. This has prompted the Bank of Canada to make more modest interest rate cuts, totalling 125 basis points. The underlying strength of resource industries, particularly energy, has shifted investor interest to this sector. The market's base has also broadened, with more activity in the shares of small and mid-size companies. While disappointing earnings forecasts and results will continue to produce bouts of volatility, the outlook for Canadian markets later this year is generally positive.

Both Canadian and American markets are expected to remain volatile which provides the funds the ability to generate continuing distributions from its option-writing program.

Message to Unitholders

Due to continuing difficult conditions in the technology sector, the net asset value of the Fund's units declined to a level of \$7.44 per unit as of June 30, 2001. This compares with \$9.06 per unit at the end of 2000. During this six-month period, unitholders received distributions totalling \$0.65 per unit. The income to maintain distributions was generated primarily through the option-writing program, which has proven to be a valuable investment strategy in providing a degree of downside protection.

The investments of the Trust remain diversified across a range of technology sub-sectors, including communications, equipment and software. Weak global demand and excess inventories make the outlook challenging for immediate earnings improvements in these companies, but longer-term prospects are brighter.

As the market for technology stocks appears to be finding a bottom, the Trust is positioning itself to enhance its participation in any meaningful appreciation in the value of its current stock holdings. This means placing less emphasis on option-writing programs, in order to achieve larger gains in net asset value as share prices increase.

We would like to take this opportunity to thank each of the Trust's unitholders for their continuing support.

Digital World Trust

Financial Statements

Interim Statements of Net Assets

June 30, 2001 (Unaudited) and December 31, 2000 (Audited)

	2001	2000
Assets		
Investments at market value (average cost-\$108,396,907; 2000-\$95,493,706)	\$ 53,157,725	\$ 54,060,904
Short-term investments (average cost-\$8,184,850; 2000-\$20,433,758)	8,178,105	20,105,658
Cash	40,898	27,131
Subscriptions receivable	-	311,323
Dividends receivable	38,543	84,809
Interest receivable	11,541	73,940
	61,426,812	74,663,765
Liabilities		
Accrued liabilities	97,087	137,294
	97,087	137,294
Net Assets, Represented by Unitholders' Equity	\$ 61,329,725	\$ 74,526,471
Number of Units Outstanding	8,246,880	8,229,225
Net Asset Value per Unit	\$ 7.4367	\$ 9.0563

Interim Statements of Operations

For the six months ended June 30 (Unaudited)

	2001	2000
Revenue		
Dividends	\$ 1,450,551	\$ 186,099
Interest	237,420	1,680,282
Withholding tax	(34,647)	(26,571)
	1,653,324	1,839,810
Expenses		
Management fees	411,558	467,467
Custodian and other fees	94,318	23,145
Goods and services tax	35,411	34,343
	541,287	524,955
Net Investment Income	1,112,037	1,314,855
Gain on Sale of Investments and Options	4,349,112	5,777,095
Change in Unrealized Depreciation of Investments	(13,485,028)	(8,657,855)
Net Loss on Investments	(9,135,916)	(2,880,760)
Total Results of Financial Operations	\$ (8,023,879)	\$ (1,565,905)
Net Investment Income per Unit	\$ 0.1350	\$ 0.1635
Net Loss on Investment per Unit	(1.1090)	(0.3581)
Total Results of Financial Operations per Unit (based on the weighted average number of units outstanding during the period of 8,238,053; 2000-8,044,000)	\$ (0.9740)	\$ (0.1946)

Digital World Trust

Financial Statements

Interim Statements of Changes in Net Assets

For the six months ended June 30 (Unaudited)

	2001	2000
Total Results from Financial Operations	\$ (8,023,879)	\$ (1,565,905)
Unit Transactions		
Proceeds from reinvestment of distributions	180,543	115,426,500
Distributions to Unitholders		
From net investment income	(1,112,037)	(1,314,855)
From net realized gain on sale of investments	(4,241,373)	(5,638,145)
	(5,353,410)	(6,953,000)
Change in Net Assets During the Period	(13,196,746)	106,907,595
Net Assets, Beginning of Period	74,526,471	-
Net Assets, End of Period	\$61,329,725	\$106,907,595
Net Asset Value per Unit	\$ 7.4367	\$ 13.0694
Distribution per Unit		
From net investment income	0.1350	0.1635
From net realized gain on sale of investments	0.5150	0.6865
	\$ 0.6500	\$ 0.8500

Statement of Investments

June 30, 2001 (Unaudited)

	No. of Shares/ Par Value	Average Cost	Market Value
Short-term Investments			
Treasury Bills			
Government of Canada - July 5, 2001 USD	50,000	\$ 77,638	\$ 75,180
Government of Canada - July 19, 2001 USD	65,000	98,343	98,284
Government of Canada - August 1, 2001 USD	210,000	317,428	317,615
Government of Canada - August 15, 2001 USD	10,000	15,135	15,077
Government of Canada - September 27, 2001	40,000	39,578	39,578
Government of the United States - September 13, 2001 USD	4,105,000	6,179,442	6,175,691
		6,727,564	6,721,425
Discount Commercial Paper			
Canadian Wheat Board - July 17, 2001 USD	20,000	30,752	30,146
Interest Bearing Notes			
Royal Bank of Canada - 3.750% July 3, 2001 USD	940,000	1,426,534	1,426,534
		8,184,850	8,178,105
Accrued Interest		-	11,541
Total Short-term Investments		\$ 8,184,850	\$ 8,189,646
Investments			
Canadian Common Stocks			
Technology - Hardware			
Celestica Inc.	40,000	\$ 3,672,100	\$ 3,116,800
Nortel Networks Corporation	71,030	2,727,284	994,420
		6,399,384	4,111,220
Technology - Software			
BCE Emergis Inc.	45,000	4,349,580	1,710,000
Total Canadian Common Stocks		10,748,964	5,821,220
Foreign Common Stocks - excluding USA			
United Kingdom			
British Telecom PLC - Sponsored ADR	15,000	4,000,849	1,471,682
France			
Alcatel SA - Sponsored ADR	15,000	1,658,989	472,122
STMicroelectronics N.V.	30,000	2,809,959	1,547,940
		4,468,948	2,020,062

Digital World Trust

Financial Statements

Statement of Investments (continued)

June 30, 2001 (Unaudited)

	No. of Shares	Average Cost	Market Value
Investments (continued)			
Germany			
Deutsche Telekom AG - Sponsored ADR	40,000	4,854,013	1,362,795
Italy			
Telecom Italia SPA - SP ADR	10,000	2,379,675	1,335,478
Japan			
Sony Corp. - Sponsored ADR	20,000	4,397,259	1,997,147
Mexico			
Telefonos de Mexico SP ADR	40,000	4,143,622	2,130,088
Spain			
Telefonica SA - Sponsored ADR	31,212	3,097,534	1,763,946
Total Foreign Common Stocks - excluding USA		27,341,900	12,081,198
Foreign Common Stocks - USA			
Telecommunications Providers			
AT & T Corp.	40,000	1,776,340	1,335,478
Global Crossing Ltd.	70,000	3,764,090	917,838
Nextel Communications Inc.	45,000	2,508,061	1,195,101
Qwest Communications Intl.	50,000	3,044,636	2,418,278
Sprint Corp.	50,000	4,123,429	1,620,785
		15,216,556	7,487,480
Telecommunications Equipment			
Cisco Systems	50,000	2,652,445	1,381,006
JDS Uniphase Corp.	30,000	4,632,131	580,478
Lucent Technologies Inc.	50,000	4,278,752	470,453
		11,563,328	2,431,937
Electronic Components & Equipment			
Agilent Technologies Inc.	25,000	2,960,229	1,233,041
Applied Materials Inc.	25,000	1,959,117	1,862,840
Intel Corp.	60,000	2,966,050	2,663,368
Motorola Inc.	60,000	4,215,069	1,507,876
Texas Instruments Inc.	50,000	5,162,811	2,390,203
		17,263,276	9,657,328

Statement of Investments (continued)

June 30, 2001 (Unaudited)

	No. of Shares	Average Cost	Market Value
Investments (continued)			
Computer Systems			
EMC Corporation	21,500	2,451,432	947,848
Hewlett Packard Corp.	30,000	2,615,045	1,302,091
		5,066,477	2,249,939
Computer Systems & Software			
Microsoft Corp.	40,000	4,962,724	4,431,360
Novell Inc.	75,000	3,561,140	647,631
Oracle Corporation	50,000	2,750,947	1,441,709
Veritas Software Corp.	30,000	4,068,033	3,028,955
		15,342,844	9,549,655
Financial Services			
Schwab (Charles) Corp.	75,000	3,168,591	1,741,433
TD Waterhouse Group	150,000	4,120,814	2,488,087
		7,289,405	4,229,520
Total Foreign Common Stocks - USA		71,741,886	35,605,859
	Number of Contracts	Average Cost	Market Value
Options			
Written Call Options (100 shares per contract)			
Applied Materials Inc. - October 2001 @ \$55	(250)	(364,724)	(216,256)
Celestica Inc. - July 2001 @ \$90	(400)	(316,200)	(44,000)
Intel Corp. - July 2001 @ \$33	(600)	(275,791)	(36,422)
Qwest Communications Intl. - July 2001 @ \$40	(500)	(220,968)	(3,794)
Veritas Software Corp. - August 2001 @ \$90	(300)	(258,160)	(50,080)
Total Written Call Options		(1,435,843)	(350,552)
Total Investments		\$116,581,757	\$61,347,371

Notes to the Financial Statements

1. Basis of Presentation

Not all disclosures required by Canadian generally accepted accounting principles for annual financial statements have been presented and, accordingly, these interim financial statements should be read in conjunction with the most recently prepared annual financial statements for the period ended December 31, 2000.

These interim financial statements follow the same accounting policies and method of application as the most recent financial statements for the period ended December 31, 2000.

Mulvihill Hybrid Income Funds

Statement of Portfolio Transactions

A copy of the Statement of Portfolio Transactions (unaudited) for any of the Mulvihill Hybrid Income Funds for the period ended June 30, 2001 may be obtained without charge by writing to:

Investor Relations
121 King Street West
Suite 2600
Toronto, Ontario
M5H 3T9

Other Hybrid Income Funds Managed by Mulvihill Structured Products

Mulvihill Premium Funds

Global Telecom Split Share Corp.
MCM Split Share Corp.
Premium Income Corporation

Mutual Funds Managed by Mulvihill Wealth Management

Mulvihill Canadian Money Market Fund
Mulvihill Canadian Equity Fund
Mulvihill Canadian Bond Fund
Mulvihill Global Equity Fund

Mulvihill U.S. Equity Fund
Premium Global Income Fund
Premium Canadian Income Fund

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**Visit our website at www.mulvihill.com for additional information on all
Mulvihill Hybrid Income Funds.**



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