



## Hybrid Income Funds



Semi-Annual Report 2010

Top 10 Split Trust

## Top 10 Split Trust

### Message to Unitholders

We are pleased to present the semi-annual financial results of Top 10 Split Trust (the "Fund").

The following is intended to provide you with the financial highlights of the Fund and we hope you will read the more detailed information contained within the report.

The Fund was reorganized in November 2005 with the objectives to:

- (1) provide Preferred Security holders with fixed quarterly cash interest payments equal to 6.25 percent per annum;
- (2) repay the principal amount of \$12.50 per Preferred Security on termination of the Fund on March 31, 2011; and
- (3) provide Capital Unitholders with a stable stream of quarterly cash distributions in an amount targeted to be 7.5 percent per annum of the Net Asset Value ("NAV") of the Fund.

To accomplish these objectives the Fund will invest exclusively in shares of the six largest Canadian banks and four largest Canadian life insurance companies generally investing not less than 5 percent and not more than 15 percent of the Fund's assets in each company. Accordingly, the distributions paid out by the Fund are funded from the dividend income earned on the portfolio, realized capital gains from the sale of securities and option premiums from the sale of covered call options. During the six-month period ended June 30, 2010, the Fund's total return was negative 4.66 percent. Distributions amounting to \$0.55 per Unit were paid during the six-month period. The net asset value decreased from \$16.89 per unit as at December 31, 2009 to \$15.58 per unit as at June 30, 2010.

The longer-term financial highlights of the Fund are as follows:

	June 30, 2010	Years ended December 31				
		2009	2008	2007	2006	2005
Total Fund Return	(4.66)%	21.27%	(27.25)%	(3.35)%	6.97%	(2.27)%
Preferred Security Interest Paid (target of 6.25 percent per annum on the \$12.50 principal amount of the Preferred Security)	\$ 0.39062	\$ 0.78124	\$ 0.78124	\$ 0.78124	\$ 0.77743	\$ 0.06042
Capital Unit Distribution Paid (target of 7.5 percent per annum of the Net Asset Value per Capital Unit)	\$ 0.15863	\$ 0.21526	\$ 0.48188	\$ 0.82650	\$ 0.84287	\$ 1.89856
Ending Net Asset Value per Unit (initial issue price was \$25.00 per Unit)	\$ 15.58	\$ 16.89	\$ 14.81	\$ 21.83	\$ 24.19	\$ 24.21

We thank all unitholders for their continued support and encourage unitholders to review the more detailed information contained within the semi-annual report.



John P. Mulvihill  
Chairman & President,  
Mulvihill Capital Management Inc.

### **Management Report on Fund Performance**

This report, prepared in accordance with National Instrument 81-106 (Investment Fund Continuous Disclosure), contains the financial highlights for the six months ended June 30, 2010 of Top 10 Split Trust (formerly First Premium U.S. Income Trust) (the “Fund”). The June 30, 2010 unaudited semi-annual financial statements of the Fund are attached.

Copies of the Fund’s proxy voting policies and procedures, proxy voting disclosure record or quarterly portfolio disclosure may be obtained by calling 1-800-725-7172 toll-free, or by writing to the Fund at Investor Relations, 121 King Street West, Suite 2600, Toronto, Ontario, M5H 3T9, or by visiting our website at [www.mulvihill.com](http://www.mulvihill.com). You can also get a copy of the annual financial statements at your request and at no cost by using one of these methods.

## Top 10 Split Trust

### Management Report on Fund Performance

#### Summary of Investment Portfolio

The composition of the portfolio may change due to ongoing portfolio transactions of the Fund. A quarterly update will be available on our website at [www.mulvihill.com](http://www.mulvihill.com).

#### Asset Mix

June 30, 2010

	% of Net Asset Value*
Financials	96%
Cash and Short-Term Investments	4%
	100%

\*The Net Asset Value excludes the Preferred Securities liability.

#### Portfolio Holdings

June 30, 2010

	% of Net Asset Value*
The Bank of Nova Scotia	12%
Industrial Alliance Insurance and Financial Services Inc.	12%
The Toronto-Dominion Bank	12%
Royal Bank of Canada	12%
Canadian Imperial Bank of Commerce	12%
Sun Life Financial Inc.	8%
Great-West Lifeco Inc.	7%
Bank of Montreal	7%
Manulife Financial Corporation	7%
National Bank of Canada	7%
Cash and Short-Term Investments	4%
	100%

\*The Net Asset Value excludes the Preferred Securities liability.

### Management Report on Fund Performance

#### Results of Operations

For the six-month period ended June 30, 2010, the net asset value of the Fund for pricing purposes totalled \$42.1 million, or \$15.58 per Unit (see Note 2 to the financial statements) after payment of distributions to Capital Unitholders and payment of interest to Preferred Security holders compared to \$16.89 per Unit on December 31, 2009. The Fund's Preferred Securities, listed on the Toronto Stock Exchange as TXT.PR.A, closed on June 30, 2010 at \$12.74 per Preferred Security. The Fund's Capital Units, listed on the Toronto Stock Exchange as TXT.UN, closed on June 30, 2010 at \$3.25 per Capital Unit. Each Unit consists of one Preferred Security and one Capital Unit.

Interest payments amounting to \$0.39 per Preferred Security were made to the Preferred Security holders during the period while Capital Unitholders received distributions totalling \$0.16 per Capital Unit. This resulted in a total return for the Fund, including reinvestment of distributions, of negative 4.7 percent for the period. The S&P/TSX Financials Index total return for the same period was negative 2.5 percent during the period, which performed in line with the broader S&P/TSX Composite Index that also declined 2.5 percent. Only four of the ten Financial Services companies experienced positive returns during the period with Industrial Alliance Insurance and Financial Services Inc. reporting the strongest return of 9.9 percent while Manulife Financial Corporation generated the weakest return of negative 19.0 percent.

We have begun to redeploy the cash position held at the end of 2009 as our confidence in future earnings has improved. Volatility was subdued for most of the period as North American equity markets rallied to new highs towards the end of April, but has since picked up considerably as equity markets have corrected as the pace of economic recovery is still in question. Due to the increase in volatility, the Fund is taking advantage by increasing its call option-writing program on selected holdings as compared to the fourth quarter of 2009.

For more detailed information on the investment returns, please see the Annual Total Return bar chart on page 8.

## Top 10 Split Trust

### Management Report on Fund Performance

#### Financial Highlights

The following tables show selected key financial information about the Fund and are intended to help you understand the Fund's financial performance for the past five years.

The information for the years ended December 31 is derived from the Fund's audited annual financial statements.

Information for the period ended June 30, 2010 is derived from the Fund's unaudited semi-annual financial statements.

Six months ended  
June 30, 2010

#### NET ASSETS PER UNIT

<b>Net Assets, beginning of period (based on bid prices)<sup>(1)</sup></b>	<b>\$ 16.86</b>
INCREASE (DECREASE) FROM OPERATIONS	
Total revenue	0.30
Total expenses	(0.17)
Realized gain (loss) for the period	(0.55)
Unrealized gain (loss) for the period	(0.30)
<b>Total Increase (Decrease) from Operations<sup>(2)</sup></b>	<b>(0.72)</b>
DISTRIBUTIONS	
From net investment income - Preferred Security	(0.39)
Non-taxable distributions - Capital Unit	(0.16)
<b>Total Distributions<sup>(3)</sup></b>	<b>(0.55)</b>
<b>Net Assets, end of period (based on bid prices)<sup>(1)</sup></b>	<b>\$ 15.58</b>

(1) Net Assets per unit is the difference between the aggregate value of the assets of the Fund and the aggregate value of the liabilities excluding the Preferred Securities liability of the Fund on that date and including the valuation of securities at bid prices divided by the number of units then outstanding. For years prior to 2007, securities were valued at closing prices. The change to the use of bid prices is due to accounting standards set out by the Canadian Institute of Chartered Accountants adopted January 1, 2007 relating to Financial Instruments.

(2) Total increase (decrease) from operations consists of interest and dividend revenue, realized and unrealized gain (loss), net of withholding taxes and foreign exchange gains (losses), less expenses excluding Preferred Security interest and is calculated based on the weighted average number of units outstanding during the period. The schedule is not intended to total

Six months ended  
June 30, 2010

#### RATIOS/SUPPLEMENTAL DATA

Net Asset Value, excluding Preferred Securities liability	\$ 42.11
Net Asset Value (\$millions) <sup>(4)</sup>	\$ 8.33
Number of units outstanding <sup>(4)</sup>	2,702,752
Management expense ratio <sup>(1)</sup>	1.82% <sup>(5)</sup>
Portfolio turnover rate <sup>(2)</sup>	72.80%
Trading expense ratio <sup>(3)</sup>	0.22% <sup>(5)</sup>
Net Asset Value per Unit <sup>(6)</sup>	\$ 15.58
Closing market price – Capital Unit <sup>(4)</sup>	\$ 3.25
Closing market price – Preferred Security <sup>(4)</sup>	\$ 12.74

(1) Management expense ratio ("MER") is the ratio of all fees and expenses, including goods and services taxes but excluding transaction fees and Preferred Security interest, charged to the Fund to the average net asset value. The MER for 2005 includes the special resolution expense. The MER for 2005 excluding the special resolution expense is 2.09%. The MER, including Preferred Security interest payments, is 6.44%, 6.74%, 5.79%, 4.98%, 5.10% and 2.79% for 2010, 2009, 2008, 2007, 2006 and 2005 respectively.

(2) Portfolio turnover rate is calculated based on the lesser of purchases or sales of investments, excluding short-term investments, divided by the average value of the portfolio securities. The Fund employs an option overlay strategy which can result in higher portfolio turnover by virtue of option exercises, when compared to a conventional equity mutual fund.

Management Report on Fund Performance

For June 30, 2010, December 31, 2009, December 31, 2008 and December 31, 2007, the Net Assets included in the Net Assets per Unit table is from the Fund's financial statements and calculated using bid prices while the Net Asset Value included in the Ratios/Supplemental Data table is for Fund pricing purposes and calculated using closing prices. All other calculations for the purposes of this Management Report on Fund Performance are made using Net Asset Value.

Years ended December 31					
	2009	2008	2007	2006	2005 <sup>(4)</sup>
\$	14.78	\$ 21.79	\$ 24.17 <sup>(5)</sup>	\$ 24.21 <sup>(4)</sup>	\$ 12.34
	0.61	0.70	0.74	0.75	0.21
	(0.29)	(0.32)	(0.41)	(0.38)	(0.75)
	(2.50)	(1.31)	1.09	0.17	(3.72)
	5.26	(4.81)	(2.19)	1.12	3.68
	3.08	(5.74)	(0.77)	1.66	(0.58)
	(0.78)	(0.78)	(0.78)	(0.78)	(0.06)
	(0.22)	(0.48)	(0.83)	(0.84)	(1.90)
	(1.00)	(1.26)	(1.61)	(1.62)	(1.96)
\$	16.86	\$ 14.78	\$ 21.79	\$ 24.19	\$ 24.21 <sup>(4)</sup>

to the ending net assets as calculations are based on the weighted average number of units outstanding during the period.

(3) Distributions to Capital Unitholders are based on the number of Capital Units outstanding on the record date for each distribution and were paid in cash. Interest payments to Preferred Security holders are based on the number of Preferred Securities outstanding on the record date for each interest payment and were paid in cash.

(4) As of December 2, 2005, the Fund amended its investment strategy, changed its name to Mulvihill Top 10 Split Fund, consolidated units on a 2.3 to 1 basis and issued Capital Units and Preferred Securities. The net asset value at December 31, 2005 and thereafter represents the combined value of a Capital Unit and Preferred Security on this date.

(5) Net Assets per unit has been adjusted for the Transition Adjustment.

Years ended December 31					
	2009	2008	2007	2006	2005
\$	45.65	\$ 43.89	\$ 69.49	\$ 86.07	\$ 40.19
\$	11.86	\$ 6.86	\$ 29.69	\$ 41.59	\$ 19.44
	2,702,752	2,962,925	3,184,078	3,558,584	1,659,931
	1.71%	1.64%	1.65%	1.67%	2.68%
	66.25%	21.20%	75.88%	111.73%	121.82%
	0.14%	0.06%	0.07%	0.36%	0.33%
\$	16.89	\$ 14.81	\$ 21.83	\$ 24.19	\$ 24.21 <sup>(4)</sup>
\$	3.70	\$ 2.00	\$ 8.00	\$ 10.71	\$ 11.75
\$	12.65	\$ 11.50	\$ 12.99	\$ 13.75	\$ 12.70

(3) Trading expense ratio represents total commissions expressed as a percentage of the daily average net asset value during the period.

(4) As of December 2, 2005, the Fund amended its investment strategy, changed its name to Mulvihill Top 10 Split Fund, consolidated units on a 2.3 to 1 basis and issued Capital Units and Preferred Securities.

(5) Annualized.

(6) Net Asset Value per unit is the difference between the aggregate value of the assets of the Fund and the aggregate value of the liabilities of the Fund on that date and including the valuation of securities at closing prices divided by the number of units then outstanding.

## Top 10 Split Trust

### Management Report on Fund Performance

#### Management Fees

Mulvihill Capital Management Inc. (“MCM”) is entitled to fees under the Investment Management Agreement calculated monthly as 1/12 of 1.00 percent of the total assets of the Fund at each month end. Services received under the Investment Management Agreement include the making of all investment decisions and the writing of covered call options in accordance with the investment objectives, strategy and criteria of the Fund. MCM also makes all decisions as to the purchase and sale of securities in the Fund’s portfolio and the execution of all portfolio and other transactions.

Mulvihill Fund Services Inc. is entitled to fees under the Trust Agreement calculated monthly as 1/12 of 0.10 percent of the total assets of the Fund at each month end. Services received under the Trust Agreement include providing or arranging for required administrative services to the Fund.

#### Recent Developments

The Canadian banks and life insurance companies continued to demonstrate improving fundamentals and profitability trends in the first half of 2010. Although the Canadian banks fiscal second quarter operating earnings came in less than expected, they were still up 12 percent year-over-year due the strong retail banking and wealth management earnings along with lower loan loss provisions. This was offset somewhat by a decline in wholesale earnings on lower trading revenues. Meanwhile, the Canadian life insurance companies first quarter earnings came in better than expected due to strong equity markets and reserve releases.

The outlook for earnings growth and profitability is clearer for the Canadian banks than it is for the life insurance companies due to bank earnings having less sensitivity to equity markets and interest rates than the life insurers. Although potential credit risks and higher regulatory capital requirements are a headwind facing both industries over the next year, they should still be able to generate high profitability and capital on improving fundamentals, good expense control and leverage to an economic recovery. We continue to have an overweight position in the banks over the life insurance companies as the earnings visibility is much clearer for the banks over the next twelve months.

Due to the uncertain environment currently surrounding the economy and financial markets, the Canadian banks and life insurance companies are likely to maintain their strong capital ratios to deal with unforeseen events rather than make large acquisitions or return capital to shareholders in the form of increased dividends and share repurchases.

The governments of Ontario have taken steps to harmonize their provincial sales taxes with the federal goods and services tax effective July 1, 2010. Implementation of the proposed changes will increase the amount of taxes paid by the Fund on its expenses, including but not limited to management fees, and therefore increase the management expense ratio.

### Management Report on Fund Performance

#### Future Accounting Policy Changes

The Manager has developed a changeover plan to meet the timetable published by the Canadian Institute of Chartered Accountants for changeover to International Financial Reporting Standards (“IFRS”).

The changeover plan was prepared to address the requirements and includes disclosures of the qualitative and quantitative impact, if any, of the changeover to IFRS in the 2010 financial statements and the preparation of the 2011 financial statements in accordance with IFRS with comparatives. However, the Accounting Standards Board is proposing that Canadian investment companies have the option to defer adoption of IFRS until fiscal years beginning on or after January 1, 2012. The Manager is currently assessing the impact of this announcement on the Fund and its plans for adopting IFRS. Accordingly, the Fund will adopt IFRS for either its fiscal period beginning January 1, 2011 or 2012, and will issue its initial financial statements in accordance with IFRS, including comparative information, for either the interim period ending June 30, 2011 or 2012.

The key elements of the changeover plan deal with the requirements for financial reporting, net asset value per unit calculations, systems and processes, and training. The plan also sets out the timeline for implementation of the changes and the required technical training or support required for a smooth transition.

As at June 30, 2010, some anticipated changes to financial reporting include:

- Compliance with the full body of IFRS without industry specific exemptions. Unlike Canadian Generally Accepted Accounting Principles (“Canadian GAAP”) where investment fund accounting was based upon guidance in Accounting Guideline 18 – Investment Companies (“AcG 18”);
- Presentation of comparative information; and,
- Additional financial statement note disclosures on the recognition and classification of financial instruments.

Due to anticipated changes in IFRS prior to the transition to IFRS, the Manager cannot conclusively determine the impact of the Fund’s financial results at this time. Based on the Manager’s current understanding and analysis of IFRS to the current accounting policies under Canadian GAAP, the Manager does not anticipate the transition to IFRS will have a material impact on the Fund’s net assets per unit, systems and processes, and it is expected that it will mainly result in additional note disclosure in the financial statements.

Implementation of the changeover plan is progressing as scheduled. The Manager will continue to monitor ongoing changes to IFRS and adjust their changeover plan accordingly.

## Top 10 Split Trust

### Management Report on Fund Performance

#### Past Performance

The chart below sets out the Fund's year-by-year past performance. It is important to note that:

- (1) the information shown assumes that all distributions and interest payments made by the Fund during these periods were reinvested in the Fund,
- (2) the information does not take into account sales, redemptions, distributions or other optional charges that would have reduced returns, and
- (3) the past performance of the Fund does not necessarily indicate how it will perform in the future.

#### Year-By-Year Returns

The bar chart below illustrates how the Fund's total return for each of the past ten years and for the six month period ended June 30, 2010, has varied from period to period. The chart also shows, in percentage terms, how much an investment made on January 1 in each year would have increased or decreased by the end of that fiscal year, or June 30, 2010 for the six months then ended.

#### Annual Total Return



\*Until November 30, 2005, the Fund invested in a diversified portfolio consisting primarily of common shares issued by corporations that rank in the top 50 of the S&P 100 Index on the basis of market capitalization. After November 30, 2005, the Fund universe was changed to invest in (i) the six largest Canadian banks and (ii) the four largest Canadian life insurance companies by market capitalization. The Fund was invested in cash and cash equivalents pending completion of an offering of additional securities that closed February 15, 2006.

### Management Report on Fund Performance

#### Related Party Transactions

Mulvihill Capital Management Inc. (“MCM”) manages the Fund’s investment portfolio in a manner consistent with the investment objectives, strategy and criteria of the Fund pursuant to an Investment Management Agreement made between MCM and Mulvihill Fund Services Inc. (“Mulvihill”) dated February 22, 1997 amended as of November 30, 2005.

Mulvihill is the Manager of the Fund pursuant to a Trust Agreement made between Mulvihill and RBC Dexia Investor Services Trust (the “Trustee”) as successor to The Royal Trust Company dated February 22, 1997 amended as of November 30, 2005, and, as such, is responsible for providing or arranging for required administrative services to the Fund. Mulvihill is a wholly-owned subsidiary of MCM. These parties are paid the fees described under the Management Fees section of this report

Mulvihill and MCM plan to amalgamate. The continuing company will be named Mulvihill Capital Management Inc. Such change is expected to occur on or after September 1, 2010. Fees currently paid to each entity will be paid to Mulvihill Capital Management Inc. from and after the effective date of the amalgamation.

#### Independent Review Committee

On September 19, 2006, the Canadian Securities Administrators approved the final version of National Instrument 81-107 - Independent Review Committee for Investment Funds (“NI 81-107”). NI 81-107 requires all publicly offered investment funds to establish an independent review committee (“IRC”) to whom the Manager must refer conflict of interest matters for review or approval. NI 81-107 also imposes obligations upon the Manager to establish written policies and procedures for dealing with conflict of interest matters, maintaining records in respect of these matters and providing assistance to the IRC in carrying out its functions.

In accordance with NI 81-107, the IRC became operational on November 1, 2007. Members of the IRC are Robert W. Korthals, Michael M. Koerner and Robert G. Bertram.

#### Forward-Looking Statements

This report may contain forward-looking statements about the Fund. Forward-looking statements include statements that are predictive in nature, that depend upon or refer to future events or conditions, or that include words such as “expects”, “anticipates”, “intends”, “plans”, “believes”, “estimates” or negative versions thereof and similar expressions. In addition, any statement that may be made concerning future performance, strategies or prospects, and possible future Fund action, is also forward-looking. Forward-looking statements are based on current expectations and projections about future events and are inherently subject to, among other things, risks, uncertainties and assumptions about the Fund and economic factors.

Forward-looking statements are not guarantees of future performance, and actual events and results could differ materially from those expressed or implied in any forward-looking statements made by the Fund. Any number of important factors could contribute to any divergence between what is anticipated and what actually occurs, including, but not limited to, general economic, political and market factors, interest and foreign exchange rates, global equity and capital markets, business competition, technology change, changes in government regulations, unexpected judicial or regulatory proceedings, and catastrophic events.

The above-mentioned list of important factors is not exhaustive. You should consider these and other factors carefully before making any investment decisions and you should avoid placing undue reliance on forward-looking statements. While the Fund currently anticipates that subsequent events and developments may cause the Fund’s views to change, the Fund does not undertake to update any forward-looking statements.

## Top 10 Split Trust

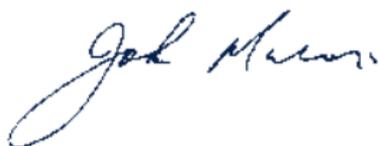
### Management's Responsibility for Financial Reporting

The accompanying financial statements of Top 10 Split Trust (the "Fund") and all the information in this semi-annual report are the responsibility of the management of Mulvihill Fund Services Inc. (the "Manager") and have been approved by the Board of Advisors (the "Board").

The financial statements have been prepared by management in accordance with Canadian generally accepted accounting principles and include certain amounts that are based on estimates and judgments. Management has ensured that the other financial information presented in this semi-annual report is consistent with the financial statements. The significant accounting policies which management believes are appropriate for the Fund are described in Note 3 of the annual financial statements for the year ended December 31, 2009.

The Manager is also responsible for maintaining a system of internal controls designed to provide reasonable assurance that assets are safeguarded and that accounting systems provide timely, accurate and reliable financial information.

The Board meets periodically with management and external auditors to discuss internal controls, the financial reporting process, various auditing and financial reporting issues, and to review the annual report, the financial statements and the external auditors' report. Deloitte & Touche LLP, the Fund's independent auditors, has full and unrestricted access to the Board.



John P. Mulvihill  
Director  
Mulvihill Fund Services Inc.



Sheila S. Szela  
Director  
Mulvihill Fund Services Inc.

August 2010

### Notice to Unitholders

The Fund's independent auditors have not performed a review of these Interim Financial Statements in accordance with standards established by the Canadian Institute of Chartered Accountants.

## Top 10 Split Trust

### Financial Statements

#### Statements of Net Assets

June 30, 2010 (Unaudited) and December 31, 2009 (Audited)

	2010	2009
<b>ASSETS</b>		
Investments at fair value (cost - \$44,045,204; 2009 - \$48,046,894)	<b>\$ 40,165,211</b>	\$ 44,987,687
Short-term investments at fair value (cost - \$1,648,820; 2009 - \$4,215,595)	<b>1,648,820</b>	4,215,595
Cash	<b>137,294</b>	3,162
Interest receivable	<b>690</b>	3,547
Dividends receivable	<b>96,620</b>	153,777
Due from brokers - investments	<b>129,648</b>	693,252
<b>TOTAL ASSETS</b>	<b>42,178,283</b>	<b>50,057,020</b>
<b>LIABILITIES</b>		
Preferred securities	<b>33,784,400</b>	33,784,400
Accrued liabilities	<b>69,536</b>	91,159
Redemptions payable	-	4,393,984
<b>TOTAL LIABILITIES</b>	<b>33,853,936</b>	<b>38,269,543</b>
<b>NET ASSETS, REPRESENTED BY UNITHOLDERS' EQUITY</b>	<b>\$ 8,324,347</b>	<b>\$ 11,787,477</b>
<b>Number of Units Outstanding</b>	<b>2,702,752</b>	<b>2,702,752</b>
<b>Net Assets per Capital Unit</b>	<b>\$ 3.0800</b>	<b>\$ 4.3613</b>
<b>Preferred Security Repayment Price</b>	<b>\$ 12.5000</b>	<b>\$ 12.5000</b>
<b>Combined Value</b>	<b>\$ 15.5800</b>	<b>\$ 16.8613</b>

Financial Statements

Statements of Financial Operations

For the six months ended June 30 (Unaudited)

	2010	2009
<b>REVENUE</b>		
Dividends	\$ 798,786	\$ 780,107
Interest	3,914	67,376
<b>TOTAL REVENUE</b>	<b>802,700</b>	<b>847,483</b>
<b>EXPENSES</b>		
Management fees	247,462	236,636
Service fees	21,868	13,738
Administrative and other expenses	63,793	65,038
Transaction fees	49,656	21,110
Custodian fees	16,248	14,285
Audit fees	15,122	14,266
Advisory board fees	10,445	10,445
Independent review committee fees	3,173	3,437
Legal fees	4,384	3,122
Unitholder reporting costs	17,381	19,732
Goods and services tax	17,272	17,740
<b>TOTAL EXPENSES</b>	<b>466,804</b>	<b>419,549</b>
<b>Net Investment Income</b>	<b>335,896</b>	<b>427,934</b>
Net loss on sale of investments	(1,349,662)	(8,267,759)
Net gain (loss) on sale of derivatives	(144,091)	802,712
Net change in unrealized depreciation of investments	(820,786)	11,801,441
<b>Net Gain (Loss) on Sale of Investments</b>	<b>(2,314,539)</b>	<b>4,336,394</b>
<b>Preferred Security Interest</b>	<b>(1,055,749)</b>	<b>(1,157,378)</b>
<b>NET INCREASE (DECREASE) IN NET ASSETS FROM OPERATIONS</b>	<b>\$ (3,034,392)</b>	<b>\$ 3,606,950</b>
<b>NET INCREASE (DECREASE) IN NET ASSETS FROM OPERATIONS PER UNIT (based on the weighted average number of units outstanding during the period of 2,702,752; 2009- 2,962,925)</b>	<b>\$ (1.1227)</b>	<b>\$ 1.2174</b>

## Top 10 Split Trust

### Financial Statements

#### Statements of Changes in Net Assets

For the six months ended June 30 (Unaudited)

	2010	2009
NET ASSETS, BEGINNING OF PERIOD	\$ 11,787,477	\$ 6,757,600
<b>Net Increase (Decrease) in</b>		
<b>Net Assets from Operations</b>	<b>(3,034,392)</b>	3,606,950
<b>Distributions to Unitholders</b>		
Non-taxable distributions	<b>(428,738)</b>	(153,894)
<b>Changes in Net Assets during the Period</b>	<b>(3,463,130)</b>	3,453,056
NET ASSETS, END OF PERIOD	\$ 8,324,347	\$ 10,210,656

Financial Statements

Statements of Cash Flows

For the six months ended June 30 (Unaudited)

	2010	2009
CASH AND SHORT-TERM INVESTMENTS, BEGINNING OF PERIOD	\$ 4,218,757	\$ 20,544,699
<b>Cash Flows Provided by (Used In) Operating Activities</b>		
Net Investment Income	335,896	427,934
<b>Adjustments to Reconcile Net Cash Provided by (Used in) Operating Activities</b>		
Purchase of investment securities	(31,055,638)	(9,543,124)
Proceeds from disposition of investment securities	33,563,575	11,181,248
(Increase)/decrease in dividends receivable, interest receivable and due from brokers - investments	623,618	112,852
(Decrease)/increase in accrued liabilities	(21,623)	(6,443)
Net change in unrealized appreciation of cash and short-term investments	-	-
	<b>3,109,932</b>	<b>1,744,533</b>
<b>Cash Flows Provided by (Used In) Financing Activities</b>		
Capital unitholder redemptions	(1,141,821)	(511,748)
Preferred security redemptions	(3,252,163)	(2,764,413)
Distributions to capital units	(428,738)	(153,894)
Distributions to preferred securities - interest	(1,055,749)	(1,157,378)
	<b>(5,878,471)</b>	<b>(4,587,433)</b>
<b>Net Increase/(Decrease) in Cash and Short-Term Investments During the Period</b>	<b>(2,432,643)</b>	<b>(2,414,966)</b>
CASH AND SHORT-TERM INVESTMENTS, END OF PERIOD	\$ 1,786,114	\$ 18,129,733
<b>Cash and Short-Term Investments comprise of:</b>		
Cash	\$ 137,294	\$ 7,848
Short-Term Investments	1,648,820	18,121,885
CASH AND SHORT-TERM INVESTMENTS, END OF PERIOD	\$ 1,786,114	\$ 18,129,733

## Top 10 Split Trust

### Financial Statements

#### Statement of Investments

June 30, 2010 (Unaudited)

	Par Value/ Number of Shares	Average Cost	Fair Value	% of Portfolio
<b>SHORT-TERM INVESTMENTS</b>				
<b>Bankers' Acceptances</b>				
The Bank of Nova Scotia, 0.46% - July 23, 2010	1,250,000	\$ 1,249,100	\$ 1,249,100	75.8%
<b>Treasury Bills</b>				
Government of Canada, 0.37% - August 5, 2010	400,000	399,720	399,720	24.2%
		\$ 1,648,820	\$ 1,648,820	100.0%
<b>Accrued Interest</b>			690	0.0%
<b>TOTAL SHORT-TERM INVESTMENTS</b>		\$ 1,648,820	\$ 1,649,510	100.0%
<b>INVESTMENTS</b>				
<b>Canadian Common Shares</b>				
<b>Financials</b>				
Bank of Montreal	51,500	\$ 2,957,891	\$ 2,973,610	
Canadian Imperial Bank of Commerce	74,000	5,463,264	4,894,360	
Great-West Lifeco Inc.	124,000	3,587,523	2,983,440	
Industrial Alliance Insurance and Financial Services Inc.	148,800	4,981,329	5,193,120	
Manulife Financial Corporation	184,000	4,547,040	2,842,800	
National Bank of Canada	52,000	3,037,067	2,831,400	
Royal Bank of Canada	96,600	5,265,967	4,897,620	
Sun Life Financial Inc.	114,900	4,096,909	3,212,604	
The Bank of Nova Scotia	107,200	5,189,720	5,257,088	
The Toronto-Dominion Bank	73,450	4,961,747	5,066,581	
<b>Total Financials</b>		44,088,457	40,152,623	100.0%
<b>Total Canadian Common Shares</b>		\$ 44,088,457	\$ 40,152,623	100.0%

Financial Statements

Statement of Investments (continued)

June 30, 2010 (Unaudited)

	Number of Contracts	Average Cost/ Proceeds	Fair Value	% of Portfolio
<b>OPTIONS</b>				
<b>Written Covered Call Options</b> (100 shares per contract)				
Bank of Montreal				
- July 2010 @ \$61	(130)	\$ (18,980)	\$ (5,937)	
Bank of Montreal				
- July 2010 @ \$58	(130)	(17,160)	(17,266)	
Canadian Imperial Bank of Commerce				
- July 2010 @ \$68	(185)	(33,578)	(23,766)	
Canadian Imperial Bank of Commerce				
- August 2010 @ \$67	(185)	(38,110)	(33,828)	
Great-West Lifeco Inc.				
- July 2010 @ \$24	(310)	(19,840)	(18,588)	
Manulife Financial Corporation				
- August 2010 @ \$16	(460)	(22,080)	(22,141)	
National Bank of Canada				
- July 2010 @ \$57	(130)	(15,990)	(2,235)	
National Bank of Canada				
- August 2010 @ \$55	(130)	(20,280)	(10,019)	
Royal Bank of Canada				
- July 2010 @ \$51	(240)	(27,552)	(30,055)	
Royal Bank of Canada				
- August 2010 @ \$51	(240)	(29,520)	(30,351)	
Sun Life Financial Inc.				
- July 2010 @ \$30	(285)	(23,940)	(6,572)	
Sun Life Financial Inc.				
- July 2010 @ \$28	(285)	(28,500)	(22,451)	
The Bank of Nova Scotia				
- July 2010 @ \$49	(540)	(45,765)	(66,341)	
The Toronto-Dominion Bank				
- July 2010 @ \$69	(180)	(26,100)	(28,582)	
The Toronto-Dominion Bank				
- August 2010 @ \$70	(180)	(29,070)	(26,882)	
<b>Total Written Covered Call Options</b>		<b>(396,465)</b>	<b>(345,014)</b>	<b>(0.9)%</b>
<b>Purchased Put Options</b> (100 shares per contract)				
iShares CDN S&P/TSX Capped Financials Index Fund				
- August 2010 @ \$21	4,805	384,420	357,602	0.9 %
<b>TOTAL OPTIONS</b>		<b>\$ (12,045)</b>	<b>\$ 12,588</b>	<b>0.0 %</b>
Adjustment for transaction costs		(31,208)		
<b>TOTAL INVESTMENTS</b>		<b>\$44,045,204</b>	<b>\$ 40,165,211</b>	<b>100.0 %</b>

## Top 10 Split Trust

### Notes to Financial Statements

June 30, 2010

#### 1. Basis of Presentation

The interim financial statements for the Fund have been prepared in accordance with Canadian generally accepted accounting principles (“GAAP”). However, not all disclosures required by GAAP 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 year ended December 31, 2009.

These interim financial statements follow the same accounting policies and method of application as the most recent financial statements for the year ended December 31, 2009.

#### 2. Net Asset Value

The Net Asset Value of the Fund is calculated using the fair value of investments using the close or last trade price (“Net Asset Value”). The Net Assets per unit for financial reporting purposes and Net Asset Value per unit for pricing purposes will not be the same due to the use of different valuation techniques. The Net Asset Value per Unit is as follows:

	June 30, 2010	Dec. 31, 2009
Net Asset Value (for pricing purposes)	\$ 15.58	\$ 16.89

#### 3. Financial Instruments and Risk Management

The various types of risks associated with financial instruments and the related risk management practices employed by the Fund are described in Note 11 of the annual financial statements for the year ended December 31, 2009.

The following is a summary of the three-tier hierarchy of inputs used as of June 30, 2010 in valuing the Fund’s investments and derivatives carried at fair value:

	Quoted prices in active markets for identical assets (Level 1)	Significant other observable inputs (Level 2)	Significant unobservable inputs (Level 3)	Total
Short-Term Investments	\$ –	\$ 1,649,510	\$ –	\$ 1,649,510
Canadian Common Shares	40,152,623	–	–	\$ 40,152,623
Options	–	12,588	–	\$ 12,588
<b>Total Investments</b>	<b>\$ 40,152,623</b>	<b>\$ 1,662,098</b>	<b>\$ –</b>	<b>\$ 41,814,721</b>

Notes to Financial Statements

June 30, 2010

Other Price Risk

Approximately 95 percent (December 31, 2009 - 99 percent) of the Fund's net assets, excluding the Preferred Securities liability, held at June 30, 2010 were publicly traded equities. If equity prices on the exchange increased or decreased by 10 percent as at June 30, 2010, the net assets, excluding the Preferred Securities liability, of the Fund would have increased or decreased by \$4.0M (December 31, 2009 - \$4.5M) or 9.5 percent (December 31, 2009 - 9.9 percent) of the net assets, excluding the Preferred Securities liability, all other factors remaining constant. In practice, actual trading results may differ and the difference could be material.

Credit Risk

The following are the credit ratings for the counterparties to derivative financial instruments that the Fund dealt with during the period, based on Standard & Poor's credit ratings as of June 30, 2010:

Dealer	Long-Term Local Currency Rating	Short-Term Local Currency Rating
<b>Canadian Dollar</b>		
Bank of Montreal	A+	A-1
Canadian Imperial Bank of Commerce	A+	A-1
Citigroup Inc.	A	A-1
National Bank of Canada	A	A-1
Royal Bank of Canada	AA-	A-1+
The Toronto-Dominion Bank	AA-	A-1+

The following are the credit ratings for the counterparties to derivative financial instruments that the Fund dealt with during the prior year, based on Standard & Poor's credit ratings as of December 31, 2009:

Dealer	Long-Term Local Currency Rating	Short-Term Local Currency Rating
<b>Canadian Dollar</b>		
Bank of Montreal	A+	A-1
Canadian Imperial Bank of Commerce	A+	A-1
Citigroup Inc.	A	A-1
National Bank of Canada	A	A-1
Royal Bank of Canada	AA-	A-1+
The Toronto-Dominion Bank	AA-	A-1+

## Top 10 Split Trust

### Notes to Financial Statements

June 30, 2010

The following are the credit ratings for short-term investments held by the Fund based on Standard & Poor's credit ratings as of June 30, 2010:

Type of Short-Term Investment	Rating	% of Short-Term Investments
Bankers' Acceptances Government of Canada Treasury Bills	A-1+	76%
	AAA	24%
<b>Total</b>		<b>100%</b>

The following are the credit ratings for short-term investments held by the Fund based on Standard & Poor's credit rating as of December 31, 2009:

Type of Short-Term Investment	Rating	% of Short-Term Investments
Bankers' Acceptances Government of Canada Treasury Bills	A-1	54%
	AAA	46%
<b>Total</b>		<b>100%</b>

The carrying amount of these investments represents their maximum credit risk exposure, as they will be settled in the short-term.

#### 4. Future Accounting Policy Changes

The Fund is currently required to adopt Financial Reporting Standards ("IFRS") for the years beginning on January 1, 2011. The IFRS compliant financial statements will be on a comparative basis. However, the Accounting Standards Board is proposing that Canadian investment companies have the option to defer adoption of IFRS until fiscal years beginning on or after January 1, 2012. The Manager is currently assessing the impact of this announcement on the Fund and its plans for adopting IFRS. Accordingly, the Fund will adopt IFRS for either its fiscal period beginning January 1, 2011 or 2012, and will issue its initial financial statements in accordance with IFRS, including comparative information, for either the interim period ending June 30, 2011 or 2012.

### Hybrid Income Funds Managed by Mulvihill Structured Products

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#### UNIT SHARES

Core Canadian Dividend Trust  
Gold Participation and Income Fund  
Premier Canadian Income Fund  
Top 10 Canadian Financial Trust

#### SPLIT SHARES

MCM Split Share Corp.  
Premium Income Corporation  
S Split Corp.  
Top 10 Split Trust  
World Financial Split Corp.

#### PRINCIPAL PROTECTED FUNDS

Government Strip Bond Trust  
Mulvihill Pro-AMS RSP Split Share Corp.  
Pro-AMS U.S. Trust

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