



THE MULVIHILL PREMIUM FUNDS

Semi-Annual Report 2000

MCM Split Share Corp.

Investment Management by Mulvihill Capital Management Inc.



MCM Split Share Corp.

Message to Shareholders

The only concern facing equity markets at the moment is the danger that continued strong growth will trigger a new round of inflation.

Led by Nortel Networks and Bombardier, the high-tech sector pushed Canadian equity markets to record levels in the first half of the year, outperforming markets in all other Group of Seven industrial countries. Other sectors also showed renewed strength, notably financial services, and oil and gas. Rising global prices for fossil fuels and other commodities are improving prospects for most stocks in the resource sector.

Growth in both Canada and the United States is now running at unsustainable levels, raising the prospect of interest rate hikes by the Bank of Canada and the U.S. Federal Reserve to slow the pace of expansion. Canada has tended to follow the U.S. lead in this regard in recent years, and will probably match any U.S. rate increase in the months ahead. However, emerging signs of a slowdown in some sectors of the U.S. economy may make a rate hike unnecessary.

The Fund has made adjustments to diversify its holdings, and develop a balanced position across various economic sectors in Canadian, American and other global markets. This reduces exposure to risks in any one industry or region, while maintaining strong growth potential.

MCM Split Share Corp.

Financial Statements

Interim Statements of Operations

For the six months ended July 31 (Unaudited)

	2000	1999
Revenue		
Dividends	\$ 653,725	\$ 1,302,357
Interest	987,510	800,907
	1,641,235	2,103,264
Net realized gains on investments and options	9,651,878	5,909,157
	11,293,113	8,012,421
Expenses		
Management fees	733,407	784,632
Administrative and other expenses	129,563	91,796
Government taxes	69,792	69,717
	932,762	946,145
Net Income Before Distributions	10,360,351	7,066,276
Preferred Share Distribution	1,474,471	1,925,083
Net Income	\$ 8,885,880	\$ 5,141,193
Net Income per Class A Share	\$ 2.6687	\$ 1.1200

MCM Split Share Corp.

Financial Statements

Interim Statements of Changes in Net Assets

For the six months ended July 31 (Unaudited)

	2000	1999
Net Income Before Distributions	\$10,360,351	\$ 7,066,276
Unit Transactions		
Shares redeemed, net	(11,881,156)	(3,176,662)
Proceeds from units issued	688,410	
	(11,192,746)	(3,176,662)
Distributions		
Preferred shares	(1,474,471)	(1,925,083)
Class A shares	(5,501,336)	(3,127,873)
	(6,975,807)	(5,052,956)
Change in Net Unrealized Depreciation in Market Value of Investments During the Period	4,214,355	(927,536)
Changes in Equity During the Period	(3,593,847)	(2,090,878)
Equity, Beginning of Period	58,906,839	58,878,047
Equity, End of Period	\$55,312,992	\$56,787,169
Net Asset Value Per Class A Share	\$ 15.3940	\$ 13.0300
Distribution Per Unit		
Distribution Per Preferred Share	\$ 0.428777	\$ 0.429644
Distribution per Class A Share	\$ 1.600000	\$ 0.700000

MCM Split Share Corp.

Financial Statements

Statement of Investments

July 31, 2000 (Unaudited)

	No. of Shares/ Par Value	Average Cost	Market Value
Short-term Investments			
Treasury Bills			
Government of Canada - August 17, 2000	3,445,000	3,416,343	3,416,343
Government of Canada - August 31, 2000	390,000	386,643	386,643
Government of Canada USD - September 6, 2000	430,000	625,520	630,655
Government of Canada - October 26, 2000	1,080,000	1,065,036	1,065,036
Province of Ontario - August 16, 2000	1,000,000	990,430	990,430
US Treasury Reserve USD - August 10, 2000	3,950,000	5,778,580	5,826,403
		12,262,552	12,315,510
Discount Commercial Paper			
Alberta Treasury Branches - October 26, 2000	5,000,000	4,929,800	4,929,800
Canadian Wheat Board USD - September 6, 2000	1,575,000	2,306,626	2,304,643
		7,236,426	7,234,443
Bearer Deposit Notes			
Alberta Treasury Branches - August 3, 2000	800,000	788,904	788,904
Alberta Treasury Branches - August 29, 2000	5,000,000	4,928,000	4,928,000
		5,716,904	5,716,904
Promissory Note			
Province of British Columbia - August 14, 2000	1,000,000	988,490	988,490
		26,204,372	26,255,347
Accrued Interest			
		-	163,264
Total		26,204,372	26,418,611
Canadian Common Stocks			
Metal & Minerals			
Alcan Aluminum Ltd.	60,000	2,973,500	2,940,000
Gold & Precious Metals			
Placer Dome Inc.	90,000	1,697,875	1,134,000
Oil & Gas			
Canadian Occidental Petroleum Ltd.	55,000	1,321,250	2,035,000
Imperial Oil Ltd.	45,000	1,393,125	1,633,500
Petro-Canada	75,000	1,729,635	2,145,000
		4,444,010	5,813,500
Paper & Forest Products			
Domtar Inc.	120,000	2,540,358	1,771,000
Consumer Products			
BioChem Pharma Inc.	40,000	1,441,200	1,320,000
Industrial Products			
ATI Technologies Inc.	185,000	1,966,639	1,407,000

MCM Split Share Corp.

Financial Statements

Statement of Investments

July 31, 2000 (Unaudited)

	No. of Shares/ Par Value	Average Cost	Market Value
Canadian Common Stocks cont'd			
Industrial Products cont'd			
Bombardier Inc. - Class B	150,000	1,671,111	3,352,500
Celestica Inc.	25,000	1,732,912	2,320,000
Magna International Inc. - Class A	35,000	3,422,240	2,544,500
Mitel Corp.	45,000	1,225,250	1,257,750
Nortel Networks Corporation	90,000	2,645,636	9,877,500
		12,663,788	20,759,250
Transportation and Environment Services			
Canadian National Railway Co.	60,000	2,714,460	2,760,000
Pipelines			
Transcanada Pipelines Ltd.	105,000	2,787,600	1,197,000
Utilities			
BCE Inc.	65,000	1,426,189	2,197,000
Communications & Media			
Rogers Communications Inc. - Class B	70,000	3,129,700	2,607,500
Seagram Co. Ltd.	40,000	3,255,888	3,324,000
Telus Corporation	80,000	3,860,637	3,680,000
		10,246,225	9,611,500
Financial Services			
Canadian Imperial Bank of Commerce	95,000	4,252,476	4,028,000
National Bank Canada	50,000	1,457,810	1,075,000
The Toronto-Dominion Bank	100,000	3,397,946	3,535,000
		9,108,232	8,638,000
Conglomerates			
Canadian Pacific Ltd.	80,000	3,244,772	3,048,000
Power Corp. CDA SVS	80,000	2,678,929	2,400,000
		5,923,701	5,448,000
Total		57,967,138	63,589,250
Foreign Common Stocks - USA			
Data Processing & Reproduction			
Microsoft Corp.	25,000	3,440,963	2,593,178
Electrical & Electronics			
General Electric Co.	45,000	2,975,640	3,439,153
Electric Components & Instruments			
Texas Instruments	25,000	2,389,237	2,179,941
Food & Household Products			
Procter & Gamble Co.	20,000	1,851,508	1,690,093
Telecommunications			
AT&T Corp.	30,000	1,861,902	1,379,004
Lucent Technologies Inc.	25,000	2,060,799	1,625,089
		3,922,701	3,004,093
Financial Services			
Citigroup	30,000	2,179,595	3,145,244
Total		16,759,644	16,051,702

MCM Split Share Corp.

Statement of Portfolio Transactions

Financial Statements

Statement of Investments

July 31, 2000 (Unaudited)

	Number of Contracts	Proceeds	Market Value
Options			
Written Put Options (100 Shares per Contract)			
BCE Inc. - August/2000 @ \$35	(150)	(56,700)	(18,750)
Mittel Corp. - September/2000 @ \$28	(250)	(71,425)	(20,035)
Placer Dome Inc. - October/2000 @ \$13	(500)	(80,250)	(75,000)
Total		(208,375)	(113,785)
Written Call Options (100 Shares per Contract)			
Alcan Aluminium Ltd. - October/2000 @ \$53	(250)	(59,000)	(55,000)
BCE Inc. - August/2000 @ \$40	(200)	(33,200)	(4,506)
BioChem Pharma Inc. - September/2000 @ \$38	(200)	(59,600)	(11,000)
Canadian National Railway Co. - September/2000 @ \$50	(300)	(39,900)	(28,500)
Canadian Pacific Ltd. - October/2000 @ \$42	(400)	(71,200)	(48,000)
Canadian Occidental Petroleum Ltd. - August/2000 @ \$44	(200)	(37,600)	(4,500)
Celestica Inc. - September/2000 @ \$90	(125)	(63,315)	(120,625)
Citigroup - September/2000 @ \$70	(150)	(85,339)	(80,790)
General Electric Co. - Sept/2000 @ \$53	(200)	(91,547)	(63,146)
Petro-Canada - September/2000 @ \$30	(300)	(64,650)	(27,000)
Procter & Gamble Co. - October/2000 @ \$65	(100)	(27,830)	(14,858)
Seagram Co. Ltd. - October/2000 @ \$85	(125)	(74,125)	(66,875)
Seagram Co. Ltd. - October/2000 @ \$90	(85)	(33,405)	(30,600)
The Toronto-Dominion Bank - October/2000 @ \$38	(400)	(53,600)	(41,388)
Total		(794,311)	(596,788)
Total Options		(1,002,686)	(710,573)
Total Investments		\$99,928,468	\$105,348,990

A copy of the Statement of Portfolio Transactions (unaudited) for MCM Split Share Corp. for the period ended July 31, 2000 may be obtained without charge by writing to:

MCM Split Share Corp.
Investor Relations
121 King Street West, Suite 2600
Toronto, Ontario M5H 3T9

**Other Closed-End Funds Managed by
Mulvihill Capital Management Inc.**

Premium Funds

Premium Income Corporation
First Premium Income Trust
First Premium U.S. Income Trust
First Premium Oil & Gas Income Trust
60Plus Income Trust
Global Plus Income Trust
Global Telecom Split Share Corp.

MCM Summit Series

Digital World Trust

**Mutual Funds Managed by
Mulvihill Capital Management Inc.**

Premium Global Income Fund
Mulvihill Canadian Money Market Fund
Mulvihill Canadian Bond Fund
Mulvihill Canadian Equity Fund
Mulvihill Global Equity Fund
Mulvihill U.S. Equity Index Fund

MCM Split Share Corp.

Notes



MCM Split Share Corp.
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