



Hybrid Income Funds



Semi-Annual Report 2007

Mulvihill Pro-AMS U.S. Fund

Pro-AMS U.S. Trust

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, 2007 of Pro-AMS U.S. Trust, which operates as Mulvihill Pro-AMS U.S. Fund (the “Fund”). The June 30, 2007 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. You can also get a copy of the annual financial statements at your request and at no cost by using one of these methods.

Mulvihill Pro-AMS U.S. Fund

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.

Asset Mix and Portfolio Holdings

June 30, 2007

	% of Net Asset Value
Securities Pledged as Collateral for Forward Agreement (Fixed Portfolio)	101 %
Forward Agreement (Fixed Portfolio)	(4)%
Cash and Short-Term Investments (Managed Portfolio)	8 %
Other Assets (Liabilities)	(5)%
	100 %

Securities in the fixed portfolio have been pledged to the Royal Bank of Canada ("RBC") as security for the obligation of the Fund under the Forward Agreement. As a result, the fixed portfolio effectively has no equity exposure.

Management Report on Fund Performance

Results of Operations

The net asset value for pricing purposes of the Fund at June 30, 2007 was \$22.09 per unit compared to \$22.42 per unit at December 31, 2006. The Fund's units listed on the Toronto Stock Exchange as PAM.UN, closed on June 29, 2006 at \$21.15 representing a 4.3 percent discount to the actual net asset value.

No distributions were paid to unitholders during this period. The total return of negative 1.5 percent during this period was primarily due to changes in interest rates, which adversely affected the value of fixed portfolio. This is comparable to the return on the Bloomberg/EFFAS Bond Indices Canada 3-5 Year at negative 2.4 percent during the same period.

During the first six months of the year 122,145 units were redeemed by the Fund. The Fund facilitated these redemptions by unwinding a portion of the forward agreement from the fixed portfolio. These activities had no material impact on the Fund performance.

Mulvihill Pro-AMS U.S. Fund

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, 2007 is derived from the

	Six months ended June 2007
<hr/>	
DATA PER UNIT	
Net Assets, beginning of period⁽¹⁾	\$ 22.42
INCREASE (DECREASE) FROM OPERATIONS	
Total revenue	0.04
Total expenses	(0.28)
Realized gains (losses) for the period	0.08
Unrealized gains (losses) for the period	(0.22)
Total Increase (Decrease) from Operations⁽²⁾	(0.38)
DISTRIBUTIONS	
Non-taxable distributions	-
Total Distributions⁽³⁾	-
Net Assets, end of period⁽¹⁾	\$ 22.09

(1) Net Assets is the difference between the aggregate value of the assets of the Fund and the aggregate value of the liabilities on that date and including the valuation of securities at bid prices divided by the number of units then outstanding.

(2) Total increase (decrease) from operations consists of interest and dividend revenue, net of withholding taxes and foreign exchange gains (losses), less expenses and is calculated

	Six months ended June 2007
<hr/>	
RATIOS/SUPPLEMENTAL DATA	
Net Asset Value (\$millions) ⁽⁵⁾	\$ 29.88
Number of units outstanding	1,352,096
Management expense ratio ⁽¹⁾	2.53% ⁽⁴⁾
Portfolio turnover rate ⁽²⁾	0.00%
Trading expense ratio ⁽³⁾	0.00%
Net Asset Value, per unit	\$ 22.09
Closing market price	\$ 21.15

(1) Management expense ratio is the ratio of all fees and expenses, including goods and services taxes, but excluding transaction fees charged to the Fund to the average net asset value.

(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.

Management Report on Fund Performance

Fund's unaudited semi-annual financial statements.

For June 30, 2007, the Net Assets included in the Data per Unit table is from the Fund's unaudited 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 (see Notes 2 and 3 to the Financial Statements).

Years ended December 31				
2006	2005	2004	2003	2003
\$ 21.92	\$ 21.58	\$ 20.96	\$ 20.48	\$ 21.46
0.08	0.13	(0.02)	(0.03)	0.07
(0.47)	(0.43)	(0.42)	(0.41)	(0.42)
0.95	10.04	5.28	2.30	(3.54)
(0.11)	(9.30)	(3.86)	(1.10)	3.96
0.45	0.44	0.98	0.76	0.07
–	(0.12)	(0.48)	(0.48)	(1.29)
–	(0.12)	(0.48)	(0.48)	(1.29)
\$ 22.42	\$ 21.92	\$ 21.58	\$ 20.96	\$ 20.48

based on the weighted average number of units outstanding during the period. The schedule is not intended to total to the ending net assets as calculations are based on the weighted average number of units outstanding during the period.

(3) Distributions to unitholders are based on the number of units outstanding on the record date for each distribution and were paid in cash.

Years ended December 31				
2006	2005	2004	2003	2002
\$ 33.05	\$ 49.03	\$ 100.70	\$ 209.31	\$ 307.39
1,474,241	2,236,435	4,666,005	9,987,144	15,007,420
2.16%	1.96%	1.98%	2.00%	2.06%
8.71%	198.72%	17.71%	21.40%	24.02%
0.00%	0.02%	0.03%	0.04%	0.06%
\$ 22.42	\$ 21.92	\$ 21.58	\$ 20.96	\$ 20.48
\$ 21.70	\$ 21.46	\$ 20.70	\$ 20.00	\$ 19.05

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

(4) Annualized.

(5) Net Asset Value 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.

Mulvihill Pro-AMS U.S. Fund

Management Report on Fund Performance

Management Fees

Mulvihill Capital Management (“MCM”) is entitled to fees under the Investment Management Agreement calculated monthly as 1/12 of 1.15 percent of the net asset value of the Fund at each month end. The Investment Manager voluntarily agreed to defer payment of a portion of its management fees. These deferrals in the management fees represent decreases in direct proportion to the decline in targeted distribution rates, to a minimum annual management fee rate of 0.50 percent of the Fund’s net asset value. The Investment Manager may choose at any time to require payment of its full investment management fees and all or any portion of those in arrears. Management fees for the period were paid at an annual rate of 0.50 percent of the Fund’s net asset value.

Services received under the Investment Management Agreement include the making of all investment decisions 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 is entitled to fees under the Management Agreement calculated monthly as 1/12 of 0.10 percent of the net asset value of the Fund at each month end. Services received under the Management Agreement include providing or arranging for required administrative services to the Fund.

Recent Developments

The primary investment objective is to maintain the redemption value of \$25.00 per unit to be paid to unitholders on the termination date of January 4, 2011. To meet this objective, exposure to equities has been eliminated. The managed portion of the Fund holds only cash and cash equivalents while the fixed portfolio contains a forward agreement, which is structured to return \$25.00 per unit outstanding on the termination date, and equity securities that have been pledged as security for the obligations under the forward agreement.

As anticipated, the tightening cycle slowed in the middle of 2006; there have been no rate hikes in Canada since May 2006. The yield curve has remained relatively flat, however there has been slight upward pressure on mid and longer term yields which has pushed prices lower. This has adversely affected the value of our fixed portfolio.

The Fund remains sensitive to changes in interest rates and the shape the yield curve.

Management Report on Fund Performance

Past Performance

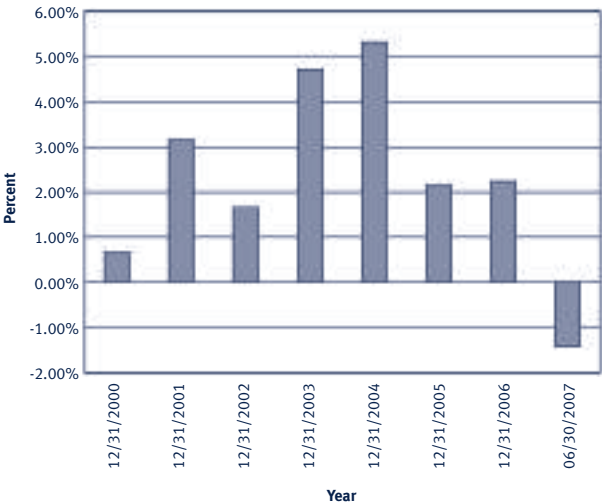
The chart below sets out the Fund's year-by-year past performance. It is important to note that:

- (1) the information shown assumes that all distributions 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 seven years including for the six month period ended June 30, 2007 has varied from period to period. The chart also shows, in percentage terms, how much an investment made on January 1 in each year or the date of inception in 2000 would have increased or decreased by the end of that fiscal year, or June 30, 2007 for the six months then ended.

Annual Total Return



Mulvihill Pro-AMS U.S. Fund

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 the Fund and MCM dated September 27, 2000.

Mulvihill Fund Services Inc. (“Mulvihill”) is the Manager of the Fund pursuant to a Management Agreement made between the Fund and Mulvihill dated September 27, 2000, 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.

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.

Management's Responsibility for Financial Reporting

The accompanying financial statements of Pro-AMS U.S. Trust (operating as Mulvihill Pro-AMS U.S. Fund) (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, 2006.

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.

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.



John P. Mulvihill
Director
Mulvihill Fund Services Inc.



Sheila S. Szela
Director
Mulvihill Fund Services Inc.

August 2007

Mulvihill Pro-AMS U.S. Fund

Financial Statements

Statements of Net Assets

June 30, 2007 (Unaudited) and December 31, 2006 (Audited)

	2007	2006
ASSETS		
Investments - Fixed portfolio at fair value (cost - \$27,561,062; 2006 - \$29,847,746)	\$ 28,879,473	\$ 31,475,269
Short-term investments - Managed portfolio (cost - \$2,475,540; 2006 - \$3,525,358)	2,475,540	3,525,358
Cash	15,122	2,782
Interest receivable	9,456	13,302
Due from brokers - derivatives	-	14,524,015
TOTAL ASSETS	31,379,591	49,540,726
LIABILITIES		
Accrued management fees	1,257,663	1,158,733
Redemptions payable	195,126	15,274,749
Accrued forward agreement fees	38,368	53,996
Accrued liabilities	16,409	7,757
TOTAL LIABILITIES	1,507,566	16,495,235
NET ASSETS, REPRESENTED BY UNITHOLDERS' EQUITY	\$ 29,872,025	\$ 33,045,491
Number of Units Outstanding	1,352,096	1,474,241
Net Assets per Unit	\$ 22.0931	\$ 22.4153

Financial Statements

Statements of Financial Operations

For the six months ended June 30 (Unaudited)

	2007	2006
REVENUE		
Interest	\$ 58,518	\$ 93,599
TOTAL REVENUE	58,518	93,599
EXPENSES		
Management fees	196,049	298,152
Forward agreement fees	90,418	122,607
Administrative and other expenses	37,353	38,879
Custodian fees	13,852	14,246
Audit fees	23,477	25,178
Advisory board fees	10,363	10,363
Legal fees	4,700	799
Unitholder reporting costs	9,975	10,131
Goods and services tax	15,990	26,347
TOTAL EXPENSES	402,177	546,702
Net Investment Loss	(343,659)	(453,103)
Net gain on sale of investments	-	37
Net gain on sale of derivatives	115,484	60,232
Net change in unrealized appreciation/ depreciation of investments	(309,112)	(442,487)
Net Loss on Investments	(193,628)	(382,218)
TOTAL RESULTS OF FINANCIAL OPERATIONS	\$ (537,287)	\$ (835,321)
TOTAL RESULTS OF FINANCIAL OPERATIONS PER UNIT (based on the weighted average number of units outstanding during the period of 1,423,147; 2006 - 2,226,756)	\$ (0.3775)	\$ (0.3751)

Mulvihill Pro-AMS U.S. Fund

Financial Statements

Statements of Changes in Net Assets

For the six months ended June 30 (Unaudited)

	2007	2006
NET ASSETS, BEGINNING OF PERIOD	\$ 33,045,491	\$ 49,033,463
Total Results of Financial Operations	(537,287)	(835,321)
Unit Transactions		
Amount paid for units redeemed	(2,636,179)	(1,692,704)
Changes in Net Assets during the Period	(3,173,466)	(2,528,025)
NET ASSETS, END OF PERIOD	\$ 29,872,025	\$ 46,505,438
Net Assets per Unit	\$ 22.0931	\$ 21.5734

Statements of Net Gain on Sale of Investments

For the six months ended June 30 (Unaudited)

	2007	2006
Proceeds from Sale of Investments	\$ 2,402,168	\$ 1,578,640
Cost of Investments Sold		
Cost of investments, beginning of period	29,847,746	44,048,702
Cost of investments purchased	-	-
	29,847,746	44,048,702
Cost of Investments, End of Period	(27,561,062)	(42,530,331)
	2,286,684	1,518,371
NET GAIN ON SALE OF INVESTMENTS	\$ 115,484	\$ 60,269

Financial Statements

Statement of Investments

June 30, 2007 (Unaudited)

	Par Value/ Number of Shares	Average Cost	Fair Value	% of Portfolio
SHORT-TERM INVESTMENTS - MANAGED PORTFOLIO				
Treasury Bills				
Government of Canada, 4.14% - August 9, 2007	1,320,000	\$ 1,307,104	\$ 1,307,104	
Government of Canada, 4.30% - September 6, 2007	1,180,000	1,168,436	1,168,436	
Total Treasury Bills		2,475,540	2,475,540	99.6%
Accrued Interest			9,456	0.4%
TOTAL SHORT-TERM INVESTMENTS - MANAGED PORTFOLIO				
		\$ 2,475,540	\$ 2,484,996	100.0%
INVESTMENTS - FIXED PORTFOLIO				
Canadian Common Shares				
Consumer Discretionary				
Rona Inc.	101,197	\$ 2,223,298	\$ 2,246,574	7.8%
Consumer Staples				
Cott Corporation	147,552	2,424,279	2,281,154	7.9%
Energy				
Western Oil Sands Inc.	87,582	2,424,270	3,107,409	10.8%
Industrials				
Bombardier Inc. "B"	572,127	1,516,136	3,644,449	
Westjet Airlines Ltd.	195,035	2,424,285	3,042,546	
Total Industrials		3,940,421	6,686,995	23.1%
Information Technology				
Celestica Inc.	221,728	5,595,463	1,490,012	
Cognos Inc.	59,463	2,424,307	2,507,555	
Nortel Networks Corporation	9,755	1,415,974	250,508	
Research In Motion	25,226	2,264,286	5,380,201	
Total Information Technology		11,700,030	9,628,276	33.3%
Materials				
Kinross Gold Corporation	257,084	2,424,302	3,185,271	
Meridian Gold Inc.	102,601	2,424,462	2,990,819	
Total Materials		4,848,764	6,176,090	21.4%
Total Canadian Common Shares		\$ 27,561,062	\$ 30,126,498	104.3%
TOTAL INVESTMENTS - FIXED PORTFOLIO		\$ 27,561,062	\$ 30,126,498	104.3%
Forward Agreement			(1,247,025)	(4.3)%
TOTAL INVESTMENTS - FIXED PORTFOLIO		\$ 27,561,062	\$ 28,879,473	100.0%
Short-Term Investments - Managed Portfolio			2,475,540	
Other Assets Less Liabilities			(1,482,988)	
NET ASSETS			\$ 29,872,025	
TOTAL MANAGED PORTFOLIO		\$ 2,475,540	\$ 2,475,540	
TOTAL FIXED PORTFOLIO		27,561,062	28,879,473	
TOTAL INVESTMENT PORTFOLIO		\$ 30,036,602	\$ 31,355,013	

Notes to Financial Statements

June 30, 2007

1. Basis of Presentation

The interim financial statements for the Fund have been prepared in accordance with Canadian generally accepted accounting standards (“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, 2006.

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, 2006, with the exception of CICA handbook section 3855 which was adopted beginning January 1, 2007, as discussed below in Note 2.

2. New Accounting Standards

The Canadian Institute of Chartered Accountants issued new accounting standards relating to Financial Instruments which became effective for the Fund from January 1, 2007. The new standards require that the fair value of securities which are traded in active markets be measured based on bid price and transaction fees, such as brokerage commissions, incurred in the purchase or sale of securities by the Fund be charged to net income in the period incurred. These new standards have been adopted prospectively with no restatement of prior periods’ comparative amounts.

For financial reporting purposes, the investments have been valued using closing bid prices.

As a result of regulatory relief received from the Canadian Securities Administrators, on implementation of the new standards, the above changes will not impact the net asset value per unit used to transact units of the Fund which will continue to be based upon securities valued at the last sale price.

3. Net Asset Value and Net Assets

For financial statement reporting purposes, the Fund applies Canadian generally accepted accounting principles requiring the Fund to value its securities using bid price. However, pursuant to a temporary exemption provided by the Canadian securities regulatory authorities, the Fund can calculate its net asset value using last sale price.

Notes to Financial Statements

June 30, 2007

The difference between the net asset value and the net assets reflected in the financial statements is as follows:

	June 30, 2007
Net Asset Value (for pricing purposes)	\$ 22.09
Difference	—
Net Assets (for financial statement purposes)	\$ 22.09

4. Normal Course Issuer Bid

Under the terms of the normal course issuer bid renewed in July 2007, the Fund proposes to purchase, if considered advisable, up to a maximum of 134,210 units (2006 - 215,368 units), 10 percent of its public float as determined in accordance with the rules of the Exchange. The purchases, would be made in the open market through facilities of the Exchange. The normal course issuer bid will remain in effect until the earlier of July 11, 2008 or until the Fund has purchased the maximum number of units permitted under the bid. As of June 30, 2007, no units (2006 - nil) have been purchased by the Fund.

Unitholders may obtain a copy of the Notice of Intention to make a normal course issuer bid, without charge, by writing to Mulvihill Investors Services at: 121 King Street West, Suite 2600, Toronto, Ontario, M5H 3T9.

Mulvihill Pro-AMS U.S. Fund

Hybrid Income Funds

Managed by Mulvihill Structured Products

Mulvihill Platinum

Mulvihill Government Strip Bond Fund

Mulvihill Pro-AMS U.S. Fund

Mulvihill Pro-AMS 100 Plus (Cdn \$) Fund

Mulvihill Pro-AMS 100 Plus (U.S. \$) Fund

Mulvihill Pro-AMS RSP Split Share Fund

Mulvihill Premium

Mulvihill Core Canadian Dividend Fund

Mulvihill Premium Canadian Fund

Mulvihill Premium 60 Plus Fund

Mulvihill Premium Canadian Bank Fund

Mulvihill Premium Global Plus Fund

Mulvihill Premium Split Share Fund

Mulvihill Premium Global Telecom Fund

Mulvihill S Split Fund

Mulvihill Top 10 Canadian Financial Fund

Mulvihill Top 10 Split Fund

Mulvihill World Financial Split Fund

Mutual Funds Managed by Mulvihill Capital Management

Mulvihill Canadian Money Market Fund

Mulvihill Canadian Bond Fund

Mulvihill Global Equity Fund

Premium Global Income Fund

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Mulvihill Structured Products

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