



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

As of June 30, 2001, the net assets of the Trust were \$493.32 million, or \$21.62 per unit, a decline of \$32.09 million from net assets of \$525.41 million, or \$23.02 per unit, at the end of 2000. For the first two quarters of 2001, unitholders received distributions totalling \$25.67 million, or \$1.125 per unit, meeting the Trust's target distribution level of nine percent. The Trust's units on the Toronto Stock Exchange traded at prices ranging from a high of \$26.20 to a low of \$24.00 during the period.

The decline in U.S. equity markets over the six month period was the primary cause of the decline in the Trust's net asset value. However diversification provided benefit to the Trust as poor performance in some sectors was partially offset by the better performance of others, but declines have outweighed advances over the past six months.

While market volatility is now subsiding, it still remains sufficient to allow the Trust to generate significant amounts of income from its option-writing programs. In the face of ongoing market uncertainties, the Trust will continue to pursue an active overwriting strategy.

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

Pro-AMS U.S. 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-\$171,596,587; 2000-\$137,928,565)	\$ 129,313,962	\$ 116,945,772
Short-term investments (average cost-\$46,617,143; 2000-\$78,321,021)	46,432,940	78,167,042
Cash	490,495	1,900,180
Interest receivable	173,395	142,543
Dividends receivable	19,258	40,392
Due from broker	4,429,873	4,428,492
Forward Agreement	323,301,297	325,103,576
	504,161,220	526,727,997
Liabilities		
Accrued liabilities	1,358,250	1,317,853
Due to broker	9,483,714	-
	10,841,964	1,317,853
Net Assets, Represented by Unitholders' Equity	\$ 493,319,256	\$ 525,410,144
Number of Units Outstanding	22,820,753	22,820,753
Net Asset Value per Unit	\$ 21.6171	\$ 23.0233

Interim Statement of Operations

For the six months ended June 30 (Unaudited)

	2001
Revenue	
Dividends	\$ 688,162
Interest	1,802,922
Withholding tax	(92,028)
	2,399,056
Expenses	
Management fees	3,187,337
Custodian and other fees	1,945,301
Goods and services tax	359,285
	5,491,923
Net Investment Loss	(3,092,867)
Gain on Sale of Investments and Options	43,163,328
Change in Unrealized Depreciation of Investments	(46,488,002)
Net Loss on Investments	(3,324,674)
Total Results of Financial Operations	\$ (6,417,541)
Net Investment Loss per Unit	\$ (0.1355)
Net Loss on Investment per Unit	(0.1457)
Total Results of Financial Operations per Unit (based on the weighted average number of units outstanding during the period of 22,820,753)	\$ (0.2812)

Pro-AMS U.S. Trust

Financial Statements

Interim Statement of Changes in Net Assets

For the six months ended June 30 (Unaudited)

	2001
Total Results from Financial Operations	\$ (6,417,541)
Distributions to Unitholders	
From net realized gain on sale of investments	(25,673,347)
Change in Net Assets During the Period	(32,090,888)
Net Assets, Beginning of Period	525,410,144
Net Assets, End of Period	\$ 493,319,256
Net Asset Value per Unit	\$ 21.6171
Distribution per Unit	
From net realized gain on sale of investments	\$ 1.1250

Statement of Investments

June 30, 2001 (Unaudited)

	No. of Shares	Average Cost	Market Value
Investments - Managed Portfolio			
Canadian Common Stocks			
Technology - Hardware			
Nortel Networks, USD	108,000	\$ 7,489,585	\$ 1,489,847
Total Canadian Common Stocks		7,489,585	1,489,847
Foreign Common Stocks - USA			
Energy Sources			
Apache Corp.	50,000	4,550,192	3,850,882
Dynegy Inc.	52,000	4,231,999	3,669,530
		8,782,191	7,520,412
Forest Products & Paper			
International Paper Co.	38,000	2,209,208	2,058,761
Metals - Steel			
Alcoa Inc.	45,000	2,803,245	2,690,685
Data Processing & Reproduction			
Cisco Systems	91,000	6,375,685	2,513,431
EMC Corporation	60,000	5,968,422	2,645,157
Hewlett-Packard Co.	70,000	4,695,775	3,038,213
Honeywell International Inc.	33,000	1,782,862	1,752,314
IBM Corp.	15,000	2,629,334	2,572,313
Microsoft Corp.	45,000	4,841,098	4,985,279
Oracle Corporation	120,000	5,067,648	3,460,103
		31,360,824	20,966,810
Electrical & Electronics			
General Electric Co.	70,000	5,563,033	5,178,772
Soletron Corp.	65,000	4,405,466	1,805,172
		9,968,499	6,983,944
Electrical Components & Instruments			
Texas Instruments	77,500	5,220,263	3,704,814
Energy Equipment & Services			
Halliburton Co.	75,000	5,181,069	4,051,962
Food & Household Products			
Clorox Co.	65,000	4,573,696	3,339,075
McDonald's Corporation	85,000	4,403,521	3,490,606
		8,977,217	6,829,681
Health & Personal Care			
Bristol-Myers Squibb Co.	50,000	5,112,835	3,968,495
Medimmune Inc.	60,000	3,822,274	4,297,812
Pharmacia Corporation	50,000	4,514,932	3,486,660
Wellpoint Health Networks	25,000	3,646,419	3,575,439
		17,096,460	15,328,406

Pro-AMS U.S. Trust

Financial Statements

Statement of Investments (continued)

June 30, 2001 (Unaudited)

	No. of Shares	Average Cost	Market Value
Investments - Managed Portfolio (continued)			
Broadcasting & Publishing			
AOL Time Warner Inc.	57,500	4,950,750	4,624,852
Merchandising			
Best Buy Co. Inc.	35,000	3,393,278	3,373,903
CVS Corporation	52,000	3,477,729	3,046,104
Home Depot Inc.	60,000	4,640,547	4,238,626
Wal-Mart Stores Inc.	50,000	4,043,786	3,702,917
		15,555,340	14,361,550
Telecommunications			
JDS Uniphase Corp.	40,000	4,678,024	773,970
Motorola Inc.	120,000	4,487,973	3,015,753
Nextel Communications Inc.	125,000	5,525,191	3,319,726
Qwest Communications Intl.	65,000	4,519,608	3,143,761
Verizon Communications Inc.	40,000	3,506,883	3,247,640
WorldCom Inc.-WorldCom Group	130,000	4,075,116	2,951,407
WorldCom Inc.-MCI Group	5,200	165,789	127,052
		26,958,584	16,579,309
Financial Services			
American Express Company	55,000	3,908,589	3,238,535
Citigroup	80,000	6,460,434	6,415,152
J.P. Morgan Chase & Co.	64,000	4,698,217	4,331,806
Merrill Lynch & Co.	50,000	5,177,054	4,495,856
		20,244,294	18,481,349
Multi-Industry			
Tyco International Ltd.	70,000	6,269,271	5,789,601
United Techs Corp.	30,000	3,852,326	3,335,357
		10,121,597	9,124,958
Total Foreign Common Stocks - USA		169,429,541	133,307,493
	Number of Contracts	Average Cost	Market Value
Options			
Written Call Options (100 shares per contract)			
Alcoa Inc. - July 2001 @ \$38	(450)	(112,424)	(206,585)
American Express Co. - July 2001 @ \$41	(550)	(151,243)	(35,510)
AOL Time Warner Inc. - July 2001 @ \$52	(575)	(151,376)	(212,573)
Apache Corp. - July 2001 @ \$59	(400)	(190,041)	(2,923)

Pro-AMS U.S. Trust

Financial Statements

Statement of Investments (continued)

June 30, 2001 (Unaudited)

	Number of Contracts	Average Cost	Market Value
Options (continued)			
Best Buy Co. - July 2001 @ \$64	(350)	(182,495)	(165,310)
Bristol-Myers Squibb Co. - July 2001 @ \$53	(500)	(91,814)	(142,679)
Citigroup - July 2001 @ \$50	(800)	(206,369)	(497,876)
Clorox Co. - July 2001 @ \$34	(650)	(120,115)	(115,933)
CVS Corp. - July 2001 @ \$44	(520)	(164,045)	(28,652)
Dynegy Inc. - July 2001 @ \$46	(520)	(155,387)	(251,111)
EMC Corporation - July 2001 @ \$34	(150)	(37,086)	(3,078)
EMC Corporation - July 2001 @ \$36	(300)	(85,125)	(2,000)
General Electric Co. - July 2001 @ \$49	(700)	(191,604)	(234,119)
Halliburton Co. - July 2001 @ \$39	(375)	(73,983)	(49,211)
Hewlett-Packard Co. - July 2001 @ \$30	(700)	(112,212)	(21,867)
Home Depot Inc. - July 2001 @ \$50	(600)	(164,883)	(2,798)
Honeywell International Inc. - August 2001 @ \$36	(330)	(171,468)	(205,097)
IBM Corp. - July 2001 @ \$115	(150)	(114,514)	(67,226)
International Paper Co. - July 2001 @ \$38	(380)	(83,945)	(8,767)
J.P. Morgan Chase & Co. - July 2001 @ \$44	(640)	(142,775)	(141,740)
McDonald's Corporation - July 2001 @ \$29	(850)	(134,678)	(2,527)
Medimmune Inc. - July 2001 @ \$42	(600)	(380,427)	(604,540)
Merrill Lynch & Co. - July 2001 @ \$66	(500)	(205,410)	(32,776)
Microsoft Corp. - July 2001 @ \$71	(400)	(187,405)	(150,763)
Motorola Inc. - July 2001 @ \$16	(1,200)	(146,512)	(296,358)
Nextel Communications Inc. - July 2001 @ \$15	(1,000)	(137,462)	(409,750)
Oracle Corporation - July 2001 @ \$17	(1,200)	(138,972)	(527,939)
Pharmacia Corporation - July 2001 @ \$50	(500)	(141,580)	(31,854)
Qwest Communications Intl. Inc. - July 2001 @ \$37	(650)	(133,968)	(2,284)
Solelectron Corp. - July 2001 @ \$18	(150)	(26,898)	(35,853)
Solelectron Corp. - July 2001 @ \$20	(500)	(53,001)	(41,733)
Texas Instruments - July 2001 @ \$34	(175)	(30,810)	(14,766)
Texas Instruments - July 2001 @ \$39	(600)	(145,671)	(8,568)
Tyco International - July 2001 @ \$53	(700)	(205,705)	(292,136)
United Techs Corp. - July 2001 @ \$83	(300)	(129,864)	(1,981)
Verizon Communications Inc. - July 2001 @ \$53	(400)	(71,473)	(169,895)
Wal-Mart Stores Inc. - July 2001 @ \$50	(500)	(101,559)	(46,676)
Wellpoint Health Networks - July 2001 @ \$89	(250)	(115,787)	(225,227)
WorldCom Inc. - July 2001 @ \$15	(650)	(65,066)	(131,822)
WorldCom Inc. - July 2001 @ \$15	(650)	(67,387)	(60,875)
Total Written Call Options		(5,322,539)	(5,483,378)
Total Investments		171,596,587	129,313,962
Short-term Investments			46,432,940
Other Assets Less Liabilities			(5,728,943)
Total Managed Portfolio			170,017,959
Forward Agreement			323,301,297
Net Assets			\$493,319,256

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.

2. Establishment of the Trust

Pro-AMS U.S. Trust (the "Trust") is an investment trust established under the laws of the Province of Ontario on September 27, 2000. The Trust began operations on October 4, 2000 and will terminate on January 4, 2011 and its assets will be distributed to unitholders unless unitholders determine to continue the Trust by a majority vote at a meeting called for such purpose.

The manager of the Trust is Mulvihill Fund Services Inc. (the "Manager") and the Trust's investment manager is Mulvihill Capital Management Inc. (the "Investment Manager"). The Royal Trust Company (the "Trustee") is the trustee and acts as custodian of the assets of the Trust.

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
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