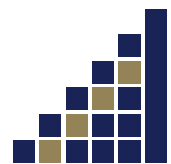


60^{PLUS} INCOME TRUST [SIX.UN]

Annual Report 2000

December 31, 2000 and 1999

Investment Management by Mulvihill Capital Management Inc.



The Mulvihill Premium Funds

Commentary

April, 2001

Equity markets experienced a sharp reversal of long-standing growth trends during 2000. The year began with both Canadian and U.S. economies expanding at an unsustainable pace, and many stocks pushing to record highs, particularly in the technology sector. However, by year-end, a sharp slowdown in economic activity in the U.S. had set in, and technology stocks had undergone a severe correction.

All the major U.S. and foreign market indices recorded negative returns for the year. The strong uptrend of the TSE 300 was also reversed, but the Canadian market was one of the few to record an overall gain, with a total return for 2000 of 7.41 percent. A major factor in both the rise and fall of the TSE was the performance of Nortel Networks shares after the company was spun off by its parent, BCE Inc. Early in the year, Nortel shares soared to a high of \$124.50, accounting for more than one-third of the TSE 300 Index, but began sinking towards year-end, taking the Index with them.

The valuations of many technology stocks were significantly reduced as investors reacted to reduced growth and earnings expectations in a weakening economic environment. Stocks in the e-commerce and telecom sectors were particularly hard-hit, with the tech-heavy NASDAQ exchange losing roughly half its peak value.

Stocks in other sectors fared better, as investors began returning to value-oriented “old economy” companies in sectors such as financial services, oil and gas and health care. The financial sector benefitted from expectations of lower interest rates as the year progressed, and higher world energy prices bolstered stocks of oil, gas, pipeline and utility companies.

The U.S. slowdown reflects reduced capital spending on telecom and information-processing equipment, including personal computers and software, as well as slackening consumer demand for motor vehicles and other durable goods. These trends are spilling over into Canada, particularly in the automotive sector, which exports much of its output to the U.S. However, the overall slowdown is less pronounced in Canada than in the U.S., as other sectors such as energy retain considerable momentum. Governments in both Canada and the U.S. are now in a stimulatory mode, planning or making moves to reverse the slowdown through tax cuts and reduced interest rates. Similar measures are being taken abroad, though latitude for rate reductions in Europe is limited by persistent inflationary concerns. As a result, consensus opinion foresees a shift back to a sustainable growth trend in the latter part of this year.

Uncertainty as to the specific timing of this renewal of growth is generating increased market turbulence and volatility. This market volatility will, however, continue to benefit the Premium Funds as significant amounts of option premiums can be generated in this type of market environment.

John P. Mulvihill
President
Mulvihill Capital Management Inc.

Donald Biggs
Vice President, Structured Finance
Mulvihill Capital Management Inc.

Investment Highlights

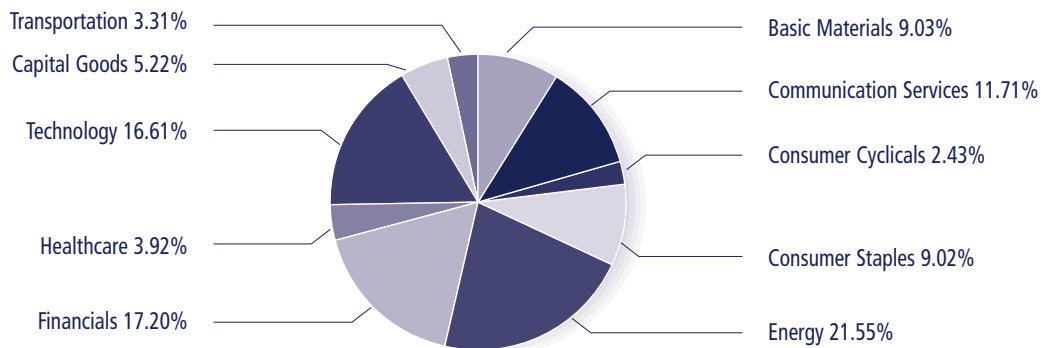
Investment Objectives

The Trust's investment objectives are to provide unitholders of the Trust with a stable stream of quarterly distributions of at least \$0.50 (\$2.00 annually) per unit while returning at a minimum the original issue price of the units to unitholders upon termination of the Trust on January 1, 2009.

Investment Strategy

The Trust intends to achieve its investment objectives by investing its net assets in a diversified portfolio consisting primarily of common shares issued by corporations selected from the S&P/TSE 60 Index. The Trust may also, from time to time, invest up to 20% of the cost amount of its assets in (i) common shares issued by the top 60 corporations of the S&P 100 Index or (ii) ADR's of the top 60 corporations trading on the New York Stock Exchange or NASDAQ, selected on the basis of market capitalization. To generate additional returns above the dividend income generated by the portfolio, the Trust will write covered call options in respect of all or part of the securities in the Portfolio. From time to time, the Trust may hold a portion of its assets in cash equivalents, which may be utilized to provide cover in respect of the writing of cash covered put positions.

Asset Mix



Distribution History

Inception Date: February 1999	Regular Distribution	Special Distribution	Total Distribution
Total for 1999	\$ 1.80	\$ 0.50	\$ 2.30
March 2000	0.50	0.75	1.25
June 2000	0.50	0.50	1.00
September 2000	0.50	0.25	0.75
December 2000	0.50	0.50	1.00
Total for 2000	2.00	2.00	4.00
Total Distribution to Date	\$ 3.80	\$ 2.50	\$ 6.30

Top 10 Holdings:

BCE Inc.
 Nortel Networks Corp.
 Canadian Imperial Bank of Commerce
 Bombardier Inc., Class B
 Alcan Aluminium Ltd.

Petro-Canada
 Royal Bank of Canada
 Talisman Energy Inc.
 Bristol-Myers Squibb Co.
 Toronto-Dominion Bank

Trading History**Commentary**

Unitholders received distributions during 2000 amounting to \$4 per unit, made up of a regular dividend of \$2 per unit, plus special distributions totalling \$2 per unit. These distributions exceeded the minimum target of eight percent, based on the initial unit price of \$25.

As of December 31, 2000, the net assets of the Trust were \$109.55 million, or \$25.67 per unit, compared with net assets of \$115.10 million, or \$26.39 per unit, at the end of 1999. The Trust's units, listed on the Toronto Stock as SIX.UN, traded at prices ranging from a high of \$29.50 to a low of \$25.50 during the year.

Conditions in equity markets changed markedly during the year, as the U.S. economy shifted from strong expansion to an abrupt slowdown, sharply reducing corporate growth and earnings expectations. Weakening demand south of the border also has immediate impacts in Canada, since the U.S. is by far Canada's largest export customer.

By maintaining balanced representation of various economic sectors in its portfolio, the Trust offsets the impact of sharp declines in some industries against better performance in others. Investments are also diversified into various global markets, in order to minimize exposure to negative developments in any one country or region. A prudent level of cash is being maintained to accommodate new developments. A summary of the Trust's investments as well as its financial statements are included in this annual report.

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

Auditors' Report**To the Unitholders**

We have audited the accompanying statement of investments of Sixty Plus Income Trust (the "Trust") as at December 31, 2000, the statements of net assets as at December 31, 2000 and 1999, and the statements of financial operations, of changes in net assets, of gain on sale of investments and of financial highlights for the periods (since inception) then ended. These financial statements are the responsibility of the Trust's Manager. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by the Manager, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the Trust and its investments as at the dates indicated above, and the results of its operations, the changes in its net assets, the gain on sale of investments and the financial highlights for the periods indicated above, in accordance with Canadian generally accepted accounting principles.

(signed) Deloitte and Touche LLP

Chartered Accountants

Toronto, Ontario
March 10, 2001

Statements of Net Assets

December 31, 2000 and 1999

	2000	1999
Assets		
Investments at market value (average cost - \$61,502,780; 1999 - \$78,099,816)	\$ 70,166,133	\$ 90,020,888
Short-term investments (average cost - \$39,199,599; 1999 - \$27,299,781)	39,079,521	27,184,595
Cash	25,486	-
Subscriptions receivable	53,987	-
Dividends receivable	112,725	123,134
Interest receivable	196,331	82,077
Due from broker	79,446	-
	109,713,629	117,410,694
Liabilities		
Overdraft	-	2,167,887
Accrued liabilities	162,769	146,132
	162,769	2,314,019
Net Assets, Represented by Unitholders' Equity	\$ 109,550,860	\$ 115,096,675
Number of Units Outstanding (Note 5)	4,268,280	4,361,021
Net Asset Value Per Unit	\$ 25.6663	\$ 26.3921

(signed)

On behalf of the Manager,
Mulvihill Fund Services Inc._____
Manager: John P. Mulvihill

(signed)

Manager: David N. Middleton

Statements of Financial Operations

Periods ended December 31, 2000 and 1999

	2000	1999
Income		
Dividends	\$ 1,030,934	\$ 813,199
Interest	2,097,556	1,543,048
Withholding tax	(28,796)	(19,200)
	3,099,694	2,337,047
Expenses (Note 6)		
Management fees	1,470,204	1,206,349
Custodian and other fees	166,790	127,838
Goods and services tax	114,590	93,393
	1,751,584	1,427,580
Net Investment Income	1,348,110	909,467
Gain on Sale of Investments	15,893,333	9,335,725
Change in Unrealized Appreciation of Investments and Foreign Currency	(3,262,565)	11,805,786
Net Gain on Investments	12,630,768	21,141,511
Total Results of Financial Operations	\$ 13,978,878	\$ 22,050,978

Financial Statements

Statements of Changes in Net Assets

Periods ended December 31, 2000 and 1999

	2000	1999
		(Note 1)
Net Assets, Beginning of Period	\$ 115,096,675	\$ -
Unit Transactions		
Proceeds from units issued, net of issue costs	-	103,050,000
Amount paid for units redeemed	(2,533,855)	-
Proceeds from reinvestment of distributions	78,142	25,008
	(2,455,713)	103,075,008
Total Results of Financial Operations	13,978,878	22,050,978
Distributions to Unitholders (Note 7)		
From net investment income	(729,464)	(572,149)
From net realized gain on sale of investments	(15,123,677)	(8,538,176)
Non-taxable distribution	(1,215,839)	(918,986)
	(17,068,980)	(10,029,311)
Changes in Net Assets During the Period	(5,545,815)	115,096,675
Net Assets, End of Period	\$ 109,550,860	\$ 115,096,675

Statements of Gain on Sale of Investments and Options

Periods ended December 31, 2000 and 1999

	2000	1999
		(Note 1)
Proceeds From Sale of Investments	\$ 62,416,989	\$ 63,473,049
Cost of Investments Sold		
Cost of investments, beginning of period	78,099,816	-
Cost of investments purchased	29,926,620	132,237,140
	108,026,436	132,237,140
Cost of Investments, End of Period	(61,502,780)	(78,099,816)
	46,523,656	54,137,324
Gain on Sale of Investments and Options	\$ 15,893,333	\$ 9,335,725

Statement of Investments

December 31, 2000

	Par Value/ No. of Shares	Average Cost (\$)	Market Value (\$)	% of Portfolio
Short-term Investments				
Treasury Bills				
Government of Canada - March 1, 2001	2,000,000	\$ 1,972,904	\$ 1,972,904	
Government of Canada - March 15, 2001	4,412,000	4,351,853	4,351,853	
Government of Canada - March 29, 2001	206,000	203,229	203,229	
Government of Canada - February 1, 2001	642,000	633,074	633,074	
Government of Ontario - March 19, 2001	7,000,000	6,903,470	6,903,470	
Government of United States - March 22, 2001	2,700,000	4,051,665	3,997,077	
Total Treasury Bills		18,116,195	18,061,607	46.0 %
Discount Commercial Paper				
Canadian Wheat Board, USD Deposit Note - March 5, 2001	15,000	22,662	22,178	
Export Development Corp., USD Deposit Note - January 16, 2001	175,000	267,170	259,919	
Export Development Corp., USD Deposit Note - January 26, 2001	3,980,000	5,998,822	5,941,067	
Total Discount Commercial Paper		6,288,654	6,223,164	15.8 %
Bearer Deposit Notes				
Alberta Treasury Branch - January 4, 2001	5,000,000	4,935,250	4,935,250	
Alberta Treasury Branch - February 15, 2001	4,000,000	3,943,360	3,943,360	
Alberta Treasury Branch - February 21, 2001	5,000,000	4,929,850	4,929,850	
Alberta Treasury Branch - January 8, 2001	1,000,000	986,290	986,290	
Total Bearer Deposit Notes		14,794,750	14,794,750	37.7 %
		39,199,599	39,079,521	99.5 %
Accrued Interest		-	196,331	0.5 %
Total Short-term Investments		\$ 39,199,599	\$ 39,275,852	100.0 %
Investments				
Canadian Common Stocks				
Metals and Minerals				
Alcan Aluminium Ltd.	65,000	\$ 3,285,666	\$ 3,337,750	4.8 %
Gold and Precious Metals				
Placer Dome Inc.	100,000	1,525,600	1,445,000	2.1 %
Oil and Gas				
Alberta Energy Company Ltd.	20,000	866,111	1,436,000	
Anderson Exploration Ltd.	63,000	1,783,761	2,145,150	
Imperial Oil Ltd.	42,000	1,462,773	1,656,900	
Nexen Inc.	67,000	1,610,735	2,479,000	
Petro-Canada	80,000	1,666,375	3,052,000	
Talisman Energy Inc.	50,000	2,051,625	2,782,500	
Total Oil and Gas		9,441,380	13,551,550	19.3 %
Paper and Forest Products				
Domtar Inc.	120,000	2,169,141	1,626,000	2.3 %
Industrial Products				
ATI Technologies Inc.	110,000	2,174,445	940,500	
Bombardier Inc., Class B	160,000	1,906,816	3,704,000	
Celestica Inc.	20,000	1,745,703	1,620,000	
Mitel Corp.	64,800	1,701,138	784,080	
Nortel Networks Corp.	95,000	2,831,425	4,583,750	
Total Industrial Products		10,359,527	11,632,330	16.6 %

Financial Statements

Statement of Investments (continued)

December 31, 2000

	Par Value/ No. of Shares	Average Cost (\$)	Market Value (\$)	% of Portfolio
Investments				
Canadian Common Stocks (continued)				
Utilities				
BCE Inc.	115,350	3,238,902	4,994,655	7.1 %
Communications and Media				
Shaw Communications Inc., Class B	64,000	1,560,823	2,240,000	
Thomson Corp.	30,000	1,665,000	1,722,000	
Total Communications and Media		3,225,823	3,962,000	5.6 %
Merchandising				
Loblaw Ltd.	45,000	1,703,348	2,272,500	3.2 %
Financial Services				
Canadian Imperial Bank of Commerce	80,000	2,988,370	3,720,000	
Royal Bank of Canada	55,000	2,184,048	2,796,750	
Sun Life Financial Services of Canada	35,000	1,138,200	1,400,000	
Toronto-Dominion Bank	63,400	2,312,349	2,754,730	
Total Financial Services		8,622,967	10,671,480	15.2 %
Conglomerates				
Canadian Pacific Ltd.	55,000	1,965,609	2,351,250	3.4 %
Total Canadian Common Stocks		45,537,963	55,844,515	79.6 %
Foreign Common Stocks (excluding U.S.A.)				
Britain				
Vodafone Group PLC, ADR	30,000	2,016,525	1,613,731	2.3 %
Netherlands				
Koninklijke (Royal) Philips Electronics N.V.	25,000	840,566	1,361,185	1.9 %
France				
Alcatel Alsthom, ADR	20,000	1,136,184	1,680,375	2.4 %
Mexico				
Telefonos de Mexico S.A., ADR	25,000	1,822,528	1,694,441	2.4 %
Total Foreign Common Stocks (excluding U.S.A.)		5,815,803	6,349,732	9.0 %
Common Stocks - U.S.A.				
Energy Equipment and Services				
Halliburton Co.	32,000	2,182,137	1,742,317	2.5%
Food and Household Products				
Procter & Gamble Co.	16,000	1,667,255	1,885,007	2.7%
Health and Personal Care				
Bristol-Myers Squibb Co.	25,000	2,416,516	2,776,349	3.9%
Telecommunications				
Lucent Technologies Inc.	40,000	2,807,748	811,079	1.2%
Financial Services				
Citigroup Inc.	20,000	1,573,307	1,533,915	2.2%
Total Common Stocks - U.S.A.		10,646,963	8,748,667	12.5%

Statement of Investments (continued)

December 31, 2000

	Number of Contracts	Proceeds (\$)	Market Value (\$)	% of Portfolio
Options				
Written Call Options				
Number of Contracts (100 Shares per Contract)				
Alcan Aluminium Ltd. - January 2001 @ \$53	(300)	(50,400)	(41,250)	
Alcatel Alsthom - February 2001 @ USD \$55	(100)	(79,446)	(90,120)	
Anderson Exploration Ltd. - February 2001 @ \$30	(210)	(49,980)	(105,525)	
Anderson Exploration Ltd. - February 2001 @ \$32	(210)	(36,330)	(77,175)	
Canadian Pacific Ltd. - February 2001 @45	(150)	(22,500)	(17,562)	
Imperial Oil Ltd. - January 2001 @ \$40	(210)	(38,640)	(18,900)	
Petro-Canada - January 2001 @ \$40	(200)	(18,454)	(20,500)	
Petro-Canada - March 2001 @ \$40	(200)	(23,600)	(23,000)	
Procter & Gamble Co. - January 2001 @ \$75	(80)	(45,549)	(63,084)	
Sun Life Financial Services of Canada - January 2001 @ USD \$34	(350)	(40,250)	(219,625)	
Thomson Corp. - January 2001 @ \$57	(300)	(60,600)	(60,132)	
Toronto-Dominion Bank - February 2001 @ \$44	(200)	(32,200)	(39,908)	
Total Written Call Options		(497,949)	(776,781)	(1.1)%
Total Investments		\$ 61,502,780	\$ 70,166,133	100.0%

Statements of Financial Highlights

Years ended December 31

	2000	1999*
Data Per Unit		
Net Asset Value, Beginning of Year	\$ 26.39	\$ 23.75**
Income from Investment Operations		
Net investment income	0.32	0.21
Net gain on investments	2.96	4.73
Total from investment operations	3.28	4.94
Distributions to Unitholders		
From net investment income	(0.17)	(0.13)
From net realized gain on sale of investments	(3.54)	(1.96)
Non-taxable distribution	(0.29)	(0.21)
Total distributions	(4.00)	(2.30)
Net Asset Value, End of Year	\$ 25.67	\$ 26.39
Ratios/Supplemental Data		
Total net assets, end of year (\$millions)	\$ 109.55	\$ 115.10
Average net assets (\$millions)	\$ 117.62	\$ 105.28
Management expense ratio	1.49%	1.48%
Portfolio turnover rate	25.44%	60.29%
Annual rate of return	12.41%	N/A

* For the period from inception on February 8, 1999 to December 31, 1999.

** Net of agent fees.

Notes to the Financial Statements

1. Establishment of the Trust

Sixty Plus Income Trust (the "Trust") is an investment trust established under the laws of the Province of Ontario on January 27, 1999. The Trust began operations on February 8, 1999 and will terminate on January 1, 2009 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. ("Mulvihill") 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.

2. Investment Objectives and Strategy

The Trust intends to achieve its investment objectives by investing in a diversified portfolio consisting principally of common shares issued by corporations selected from the S&P/TSE 60 Index. The Trust may also, from time to time, invest up to 20% of the cost amount of its assets in (i) common shares issued by the top 60 corporations selected on the basis of market capitalization from the S&P 100 Index or (ii) American Depository Receipts ("ADRs") of the top 60 corporations selected on the basis of market capitalization whose ADRs are trading on the New York Stock Exchange or NASDAQ.

To generate additional returns above the dividend income earned on the portfolio, the Trust will, from time to time, write covered call options in respect of all or part of the securities in the portfolio. In addition, the Trust may write cash covered put options in respect of all of the securities in which the Trust is permitted to invest. Additionally, the Trust may purchase call options with the effect of closing out existing call options written by the Trust and may also purchase put options to preserve the value of the portfolio where appropriate. The Trust may enter into trades to close out positions in such permitted derivatives.

From time to time, the Trust may hold a portion of its assets in cash equivalents.

3. Summary of Significant Accounting Policies

These financial statements have been prepared in accordance with Canadian generally accepted accounting principles. The following is a summary of significant accounting policies.

Valuation of investments

Securities are valued at market value, which is determined by the closing sale price on the recognized stock exchange on which the securities are listed or principally traded. If no sale has taken place on that day, valuation will be at the last published sale price if this is between the last recorded bid price (the price someone is willing to pay) and the last recorded asked price (the price at which someone is willing to sell). If the last published sale price is not between the bid and the asked price, the bid or the asked price is used, whichever is nearer the last published sale price.

Short-term investments are valued at cost plus accrued interest, which approximates market value.

Listed options are valued at market values as reported on recognized exchanges. Over the counter options are valued using an appropriate valuation model.

Investment transactions and income

Investment transactions are accounted for on a trade date basis. Realized gains and losses on the sale of investments and unrealized appreciation or depreciation of investments are determined on an average cost basis.

Option premiums fees paid or received are reflected as deferred credits in investments so long as the options are outstanding. Any difference resulting from revaluation is included in unrealized appreciation or depreciation in investments.

Dividend income is recorded on the ex-dividend date. Interest income is recorded daily as it is earned.

Foreign currency translation

Assets and liabilities denominated in foreign currencies are translated into Canadian dollars at the prevailing rate of exchange on each valuation date. Purchases and sales of investments, and income derived from investments, are translated at the rate of exchange prevailing on the respective dates of such transactions.

4. Statement of Financial Highlights

The following explanatory notes pertain to the Statements of Financial Highlights:

- (a) Net investment income (loss) per unit is calculated based on the weighted average number of units outstanding during the year.
- (b) Net gain (loss) on investments per unit includes the impact of timing of unitholder transactions.
- (c) Distributions to unitholders are based on the number of units outstanding on the record date for each distribution.
- (d) Management expense ratio is the ratio of all fees and expenses charged to the Trust to average net assets.
- (e) Portfolio turnover rate is calculated based on the lesser of purchases or sales of investments, excluding short-term investments, divided by average net assets during the year.
- (f) Annual rate of return represents the historical annual total rate of return of an investment in a unit for the year, assuming reinvestment of distributions. Returns are not reported in the year that the Trust was established.

5. Unitholders' Equity

The Trust is authorized to issue an unlimited number of transferable, redeemable trust units of one class, each of which represents an equal, undivided interest in the net assets of the Trust.

All units have equal rights and privileges. Each whole unit is entitled to one vote at all meetings of unitholders and is entitled to participate equally with

respect to any and all distributions made by the Trust, including distributions of net income and net realized capital gains, and distributions upon the termination of the Trust. Units are issued only as fully paid and are non-assessable. Fractions of units are proportionately entitled to all of these rights except voting rights.

Units may be surrendered at any time for redemption but will be redeemed only on a monthly valuation date. Unitholders whose units are redeemed on a December valuation date will be entitled to receive a redemption price per unit equal to the net asset value per unit. Unitholders whose units are redeemed on any other valuation date will be entitled to receive a redemption price per unit equal to the net asset value per unit, less the lesser of (i) 4% of such net assets value per unit and (ii) \$1.00. Under the terms of a Recirculation Agreement, the Trust may, but is not obligated to, require the Recirculation Agent to use its best efforts to find purchases for any units tendered for redemption.

Following are the unit transactions for the period:

	2000	1999
Units outstanding, beginning of year	4,361,021	-
Units issued for cash	-	4,360,000
Units redeemed	(95,655)	-
Units issued on reinvestment of distributions	2,914	1,021
Units outstanding, end of year	4,268,280	4,361,021

6. Management Fees and Expenses

The Trust is responsible for all ongoing trustee, manager, legal, accounting and audit fees as well as all other expenses incurred by the Trustee and Manager in the ordinary course of business relating to the Trust's operations. The Trust is also responsible for commissions and other costs of portfolio transactions and any extraordinary expenses of the Trust which may be incurred from time to time.

Notes to the Financial Statements
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Fees are payable to the Manager under the terms of the trustee agreement and to the Investment Manager under the terms of an investment management agreement. The fees are payable at annual rates of 0.10% and 1.15%, respectively, of the Trust's net asset value calculated and payable monthly, plus applicable taxes.

7. Distributions

The Trust endeavours to make quarterly distributions to unitholders of net income and net realized capital gains and option premiums on the last day of March, June, September and December in each year.

Unitholders may elect to reinvest distributions received from the Trust in additional units.

The non-taxable distributions received by unitholders reduce the adjusted cost base of the unit for tax purpose.

8. Income Taxes

The Trust is a "mutual fund trust" as defined in the Income Tax Act (Canada) (the "Act"). The Trust is subject to tax in each taxation year under Part I of the Act on the amount of its income for the year, including net realized taxable capital gains, less the portion thereof that it claims in respect of the amount paid or payable to unitholders in the year. Income tax paid by the Trust on any net realized

capital gains not paid or payable is recoverable by the Trust to the extent and in the circumstances provided in the Act.

Given the investment and distribution policies of the Trust and taking into account expenses, the Trust does not expect to bear any appreciable non-refundable income tax.

No amount is payable on account of income taxes in 2000 or 1999.

9. Commission Charges

Total commissions paid in 2000 in connection with portfolio transactions were \$102,568 (1999 - \$232,841).

10. Statement of Portfolio Transactions

The Trust will provide, without charge, a Statement of Portfolio Transactions (unaudited) upon written request by any unitholder to the Trust at:

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

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Mulvihill Capital Management Inc.

Mulvihill Capital Management Inc. is a leading Canadian investment counselor responsible for the care of institutional and personal assets. The company manages corporate, pension, insurance, endowment, trust and mutual funds under a wide variety of investment mandates. Founded in 1985 as CT Investment Counsel Inc., the investment arm of Canada Trust, the company emerged in 1995 as an independent company operated by a cohesive team of senior managers and owners who have been together for more than a decade. The company's scale and independent structure allow it to provide clients with a uniquely customized approach to asset management.

The Mulvihill Funds are managed by Mulvihill Capital's structured finance group. This area of the company concentrates exclusively on creating and managing products tailored to meet very specific investment objectives. Assets are generally managed to meet specific absolute return levels rather than taking on the additional risk of targeting relative returns. This methodology allows the company to make investment decisions that meet the client's needs rather than to make investments to rival the competition.

Mulvihill's personal asset management division, Mulvihill Wealth Management, offers a comprehensive specialized approach tailored to clients' personal strategies. This not only relieves the client's burden of day-to-day investment decisions but also provides financial peace of mind for today and tomorrow. The company's personalized service and customized reporting assure that its powerful team of professionals is always working toward your current objectives and that you are fully aware of the progress you are making.

Mulvihill's reputation has been built on its ability to provide customized portfolios that meet the stated needs of its clients. The Premium Income investments are prime examples of that customized approach to asset management.

Other Premium Income products within the Mulvihill Group which traded on the Toronto Stock Exchange over the past year are as follows:

	Symbol	High	Low
First Premium Income Trust	FPI.UN	\$ 28.95	\$ 25.00
First Premium U.S. Income Trust	FPU.UN	\$ 27.15	\$ 24.20
First Premium Oil & Gas Income Trust	FPG.UN	\$ 10.30	\$ 7.25
60 Plus Income Trust	SIX.UN	\$ 29.50	\$ 25.50
Global Plus Income Trust	GIP.UN	\$ 27.00	\$ 23.00
Digital World Trust	DWT.UN	\$ 17.25	\$ 13.75
Pro-AMS U.S. Trust	PAM.UN	\$ 26.50	\$ 24.95
Premium Income Corporation	PIC.A/PIC.PR.A	\$ 12.00/15.90	\$ 10.00/14.15
MCM Split Share Corp.	MUH.A/MUH.PR.A	\$ 18.45/15.10	\$ 14.00/13.25
Global Telecom Split Share Corp.	GT.A/GT.PR.A	\$ 22.90/14.75	\$ 14.90/13.25

Board of Directors¹/Advisors²

John P. Mulvihill*

Chairman & President,
Mulvihill Capital Management Inc.

David N. Middleton

Vice President, Finance & CFO,
Mulvihill Capital Management Inc.

Michael M. Koerner*

Corporate Director

Robert W. Korthals*

Corporate Director

C. Edward Medland*

President, Beauwood Investments Inc.

* Audit Committee

¹ Corporation

² Trusts

Information

Auditors:

Deloitte & Touche LLP
BCE Place
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Shares Listed:

Toronto Stock Exchange trading under
FPI.UN, FPU.UN, FPG.UN, SIX.UN, GIP.UN,
DWT.UN, PAM.UN, MUH.A, MUH.PR.A

Transfer Agent:

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100 University Avenue, 8th Floor
Toronto, Ontario M5J 2Y1

Trustee:

Royal Trust
Royal Trust Tower
77 King Street West, 11th Floor
Toronto, Ontario M5W 1P9

Other Premium Funds Managed by Mulvihill Capital Management Inc.

Mulvihill First 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
Global Telecom Split Share Corp
MCM Split Share Corp.

Mulvihill Mutual Funds

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

Mulvihill Summit Series

Digital World Trust

Mulvihill Platinum Series

Pro-AMS U.S. Trust

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Visit our website at www.mulvihill.com for additional information on all Premium Income Funds.



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