



Mulvihill

Hybrid Income Funds



Semi-Annual Report 2004

Mulvihill Premium *60 Plus Fund*

60 Plus Income Trust

Message to Unitholders

As of June 30, 2004, the net assets of the Fund were \$79.2 million, or \$19.77 per unit, down slightly from net assets of \$81.0 million, or \$20.24 per unit, at the end of 2003. The Fund's units, listed on the Toronto Stock Exchange as SIX.UN, closed on June 30 trading at \$19.85.

Unitholders received regular distributions of \$0.50 in each of the first two quarters, for a total return of \$1.00 per unit. These distributions maintained the Fund's target distribution yield of eight percent per annum, based on the initial unit price of \$25.00.

The S&P/TSX 60 Index recorded a gain of 4.1 percent during the first half of the year. Information technology stocks were the best performers, lifting that sector 35.8 percent, while the energy sector advanced 9.3 percent and financial services rose 7.5 percent. These gains were offset by weaker performances in the telecommunications, utilities and materials sectors.

Employment growth has improved in the U.S., and is much stronger in Canada. As growth continues in both countries, interest rates are expected to rise in a series of measured steps. Increased capital spending is now being added to consumer spending, reinforcing the overall recovery. A global economic recovery led by China is also improving the outlook for resource and commodity exporters.

Investor confidence is improving, but some concerns remain regarding Middle East tensions, and the massive trade and federal budgetary deficits accumulating in the United States. The Fund continues to be invested in a portfolio of Canadian and U.S. equities, widely diversified across various sectors. A prudent level of cash is also being maintained for defensive purposes.

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

August 2004

Mulvihill Premium 60 Plus Fund

Management's Responsibility for Financial Reporting

This report has been prepared in accordance with the Accounting Standards Board guidelines.

The accompanying financial statements of 60 Plus Income Trust (operating as Mulvihill Premium 60 Plus Fund) (the "Fund") and all the information in this semi-annual report are the responsibility of the management of Mulvihill Capital Management 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.

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 has full and unrestricted access to the Board.



John P. Mulvihill
President
Mulvihill Capital Management Inc.



David N. Middleton
CFO
Mulvihill Capital Management Inc.

August 2004

Mulvihill Premium 60 Plus Fund

Financial Statements

Interim Statements of Net Assets

June 30, 2004 (Unaudited) and December 31, 2003 (Audited)

	2004	2003
ASSETS		
Investments at market value (average cost - \$51,570,630; 2003 - \$60,443,726)	\$ 51,308,983	\$ 64,155,752
Short-term investments (average cost - \$29,615,870; 2003 - \$16,930,472)	29,455,549	16,869,385
Cash	146,114	17,146
Subscription receivable	37,819	40,187
Interest receivable	55,625	31,491
Dividends receivable	88,820	126,793
Due from brokers	3,970,180	12,555
TOTAL ASSETS	85,063,090	81,253,309
LIABILITIES		
Due to brokers	5,750,539	15,442
Accrued liabilities	104,273	110,808
Redemptions payable	–	78,950
TOTAL LIABILITIES	5,854,812	205,200
NET ASSETS, REPRESENTED BY UNITHOLDERS' EQUITY	\$ 79,208,278	\$ 81,048,109
Number of Units Outstanding	4,007,450	4,003,663
Net Asset Value per Unit	\$ 19.7653	\$ 20.2435

Mulvihill Premium 60 Plus Fund

Financial Statements

Interim Statements of Financial Operations

For the six months ended June 30 (Unaudited)

	2004	2003
REVENUE		
Dividends	\$ 468,035	\$ 598,117
Interest, net of foreign exchange	443,568	119,652
Withholding taxes	(17,325)	(20,976)
TOTAL REVENUE	894,278	696,793
EXPENSES		
Management fees	509,923	485,518
Custodian and other expenses	92,806	99,733
Goods and services tax	41,947	40,488
TOTAL EXPENSES	644,676	625,739
Net Investment Income	249,602	71,054
Gain (loss) on sale of investments and options	5,911,678	(823,627)
Change in unrealized appreciation/ depreciation of investments, options and foreign currency	(4,072,650)	6,802,624
Net Gain on Investments	1,839,028	5,978,997
TOTAL RESULTS OF FINANCIAL OPERATIONS	\$ 2,088,630	\$ 6,050,051
Net Investment Income per Unit	\$ 0.0623	\$ 0.0177
Net Gain on Investment per Unit	0.4593	1.4874
TOTAL RESULTS OF FINANCIAL OPERATIONS PER UNIT (based on the weighted average number of units outstanding during the period of 4,004,040; 2003 - 4,019,778)	\$ 0.5216	\$ 1.5051

Mulvihill Premium 60 Plus Fund

Financial Statements

Interim Statements of Changes in Net Assets

For the six months ended June 30 (Unaudited)

	2004	2003
NET ASSETS, BEGINNING OF PERIOD	\$ 81,048,109	\$ 78,298,249
Total Results of Financial Operations	2,088,630	6,050,051
Unit Transactions		
Proceeds from reinvestment of distributions	76,139	-
Distributions to Unitholders		
From net realized gain on sale of investments and options	(2,138,591)	-
Non-taxable distribution	(1,866,009)	(4,019,778)
	(4,004,600)	(4,019,778)
Changes in Net Assets during the Period	(1,839,831)	2,030,273
NET ASSETS, END OF PERIOD	\$ 79,208,278	\$ 80,328,522
Net Asset Value per Unit	\$ 19.7653	\$ 19.9833
Distribution per Unit		
From net realized gain on sale of investments and options	0.5340	-
Non-taxable distribution	0.4660	1.0000
	\$ 1.0000	\$ 1.0000

Statement of Investments

June 30, 2004 (Unaudited)

	Par Value	Average Cost	Market Value
SHORT-TERM INVESTMENTS			
Treasury Bills			
Government of Canada - August 26, 2004	10,230,000	\$10,161,646	\$10,161,646
Government of Canada - October 7, 2004	9,740,000	9,676,506	9,676,506
Total Treasury Bills		19,838,152	19,838,152
Discount Commercial Paper			
Export Development Corporation, USD - July 26, 2004	2,950,000	4,065,273	3,948,289
Export Development Corporation, USD - August 3, 2004	1,200,000	1,610,351	1,607,004

Mulvihill Premium 60 Plus Fund

Financial Statements

Statement of Investments (continued)

June 30, 2004 (Unaudited)

	Par Value/ Number of Shares	Average Cost	Market Value
SHORT-TERM INVESTMENTS (continued)			
Discount Commercial Paper (continued)			
Export Development Corporation, USD			
- September 10, 2004	500,000	679,076	668,506
Province of Ontario, USD			
- July 13, 2004	50,000	68,077	66,974
Province of Ontario, USD			
- August 31, 2004	1,000,000	1,365,221	1,336,904
Total Discount Commercial Paper		7,787,998	7,627,677
Promissory Note			
Province of Prince Edward Island			
- September 16, 2004	2,000,000	1,989,720	1,989,720
		29,615,870	29,455,549
Accrued Interest			55,625
TOTAL SHORT-TERM INVESTMENTS		\$29,615,870	\$29,511,174

INVESTMENTS

Canadian Common Shares

Consumer Discretionary

Canadian Tire Corporation	20,000	\$ 879,600	\$ 978,000
Rogers Communication Inc., Class B	60,000	1,501,570	1,449,000
The Thomson Corporation	40,000	1,807,716	1,781,200

Total Consumer Discretionary **4,188,886** **4,208,200**

Consumer Staples

Cott Corporation	25,000	1,041,845	1,082,500
Loblaw Companies Ltd.	30,000	1,940,010	1,833,000

Total Consumer Staples **2,981,855** **2,915,500**

Energy

EnCana Corporation	40,000	2,272,484	2,304,800
Imperial Oil Ltd.	45,000	2,774,892	2,808,000
Nexen Inc.	30,000	1,576,761	1,560,000
Petro-Canada	44,000	2,884,930	2,536,600
Suncor Energy Inc.	60,000	2,185,208	2,040,600

Total Energy **11,694,275** **11,250,000**

Financials

Bank of Montreal	30,000	1,572,098	1,601,100
Canadian Imperial Bank of Commerce	30,000	1,955,231	1,956,000
Manulife Financial Corporation	15,000	740,244	810,750
National Bank of Canada	30,000	1,352,100	1,290,000
Royal Bank of Canada	30,000	1,914,318	1,773,900
Sun Life Financial Services of Canada Inc.	65,000	2,367,314	2,496,650
The Bank of Nova Scotia	68,000	2,192,299	2,435,760
The Toronto-Dominion Bank	64,000	2,276,123	2,744,320

Total Financials **14,369,727** **15,108,480**

Mulvihill Premium 60 Plus Fund

Financial Statements

Statement of Investments (continued)

June 30, 2004 (Unaudited)

	Number of Shares	Average Cost	Market Value
INVESTMENTS (continued)			
Canadian Common Shares (continued)			
Health Care			
MDS Inc.	45,000	977,631	927,000
Industrials			
CP Railway Limited	30,000	974,070	982,500
Information Technology			
ATI Technologies Inc.	50,000	1,113,500	1,258,000
Cognos Inc.	25,000	1,216,013	1,204,750
Total Information Technology		2,329,513	2,462,750
Materials			
Abitibi-Consolidated Inc.	125,000	1,211,500	1,143,750
Barrick Gold Corp.	25,000	679,650	664,500
Inco Limited	20,000	882,400	920,200
Total Materials		2,773,550	2,728,450
Total Canadian Common Shares		\$40,289,507	\$40,582,880
United States Common Shares			
Consumer Discretionary			
Wal-Mart Stores, Inc.	20,000	\$ 1,555,621	\$ 1,414,762
Financials			
Merrill Lynch & Co.	25,000	1,915,452	1,809,345
Health Care			
Pfizer Inc.	30,000	1,477,033	1,378,830
Information Technology			
Honeywell International Inc.	35,000	1,772,890	1,718,911
IBM Corporation	15,000	1,870,215	1,772,810
Microsoft Corporation	30,000	1,306,469	1,148,756
Total Information Technology		4,949,574	4,640,477
Materials			
The Dow Chemical Company	20,000	1,140,312	1,091,372
Total United States Common Shares		\$11,037,992	\$10,334,786
Non-North American Common Shares			
Consumer Discretionary			
Koninklijke (Royal) Philips Electronics N.V. ADR	25,000	\$ 840,566	\$ 911,711
Total Non-North American Common Shares		\$ 840,566	\$ 911,711

Mulvihill Premium 60 Plus Fund

Financial Statements

Statement of Investments (continued)

June 30, 2004 (Unaudited)

	Number of Shares	Average Cost	Market Value
INVESTMENTS (continued)			
Forward Exchange Contracts			
Sold USD \$867,000, Bought CAD \$1,136,960 @ 0.762560 - July 7, 2004		\$	(25,644)
Sold USD \$802,000, Bought CAD \$1,079,655 @ 0.742830 - July 14, 2004			4,069
Sold USD \$844,000, Bought CAD \$1,147,113 @ 0.735760 - July 21, 2004			15,033
Bought USD \$667,000, Sold CAD \$919,594 @ 0.725320 - July 21, 2004			(24,929)
Sold USD \$618,500, Bought CAD \$853,280 @ 0.724850 - August 4, 2004			23,468
Sold USD \$580,000, Bought CAD \$796,397 @ 0.728280 - August 4, 2004			18,239
Sold USD \$1,387,700, Bought CAD \$1,916,342 @ 0.724140 - August 18, 2004			54,208
Sold USD \$747,000, Bought CAD \$1,019,072 @ 0.733020 - September 2, 2004			16,508
Sold USD \$497,000, Bought CAD \$678,378 @ 0.732630 - September 15, 2004			11,246
Total Forward Exchange Contracts		\$	92,198

	Number of Contracts	Proceeds	Market Value
OPTIONS			
Written Cash Covered Put Options (100 shares per contract)			
Barrick Gold Corp. - July 2004 @ \$27	(250)	\$ (16,125)	\$ (22,495)
Inco Limited - July 2004 @ \$43	(200)	(21,800)	(3,399)
Total Written Cash Covered Put Options		(37,925)	(25,894)
Written Covered Call Options (100 shares per contract)			
Abitibi-Consolidated Inc. - July 2004 @ \$10 (1,250)		(17,500)	(41)
ATI Technologies Inc. - July 2004 @ \$23 (500)		(45,000)	(128,415)
Bank of Montreal - July 2004 @ \$54 (300)		(12,300)	(18,723)
Barrick Gold Corp. - July 2004 @ \$28 (250)		(17,375)	(10,287)
Canadian Imperial Bank of Commerce - July 2004 @ \$67 (300)		(12,600)	(13,754)
Cognos Inc. - July 2004 @ \$50 (250)		(20,875)	(24,080)
Cott Corporation - July 2004 @ \$45 (250)		(10,000)	(13,415)
CP Railway Limited - July 2004 @ \$33 (225)		(6,750)	(3,111)
EnCana Corporation - July 2004 @ \$58 (400)		(36,800)	(64,624)
Honeywell International Inc. - July 2004 @ \$38 (350)		(25,264)	(3,786)
IBM Corporation - July 2004 @ \$92 (150)		(20,866)	(178)
Inco Limited - July 2004 @ \$45 (200)		(22,800)	(33,287)
Koninklijke (Royal) Philips Electronics N.V. ADR - July 2004 @ \$27 (250)		(22,970)	(1,465)
Loblaw Companies Ltd. - July 2004 @ \$64 (300)		(14,100)	(241)
Manulife Financial Corporation - July 2004 @ \$53 (75)		(4,275)	(9,163)
MDS Inc. - July 2004 @ \$21 (450)		(6,975)	(19,785)
Merrill Lynch & Co. - July 2004 @ \$56 (250)		(42,744)	(1,815)

Mulvihill Premium 60 Plus Fund

Financial Statements

Statement of Investments (continued)

June 30, 2004 (Unaudited)

	Number of Contracts	Proceeds	Market Value
INVESTMENTS (continued)			
OPTIONS (continued)			
Written Covered Call Options (100 shares per contract) (continued)			
Microsoft Corporation - July 2004 @ \$29	(300)	(16,368)	(13,664)
National Bank of Canada - July 2004 @ \$44	(200)	(7,200)	(3,040)
Nexen Inc. - July 2004 @ \$54	(150)	(12,150)	(9,104)
Petro-Canada - July 2004 @ \$58	(440)	(31,680)	(66,098)
Pfizer Inc. - July 2004 @ \$36	(300)	(19,491)	(2)
Royal Bank of Canada - July 2004 @ \$60	(225)	(9,675)	(5,625)
Sun Life Financial Services of Canada Inc. - July 2004 @ \$39	(240)	(8,640)	(13,913)
Sun Life Financial Services of Canada Inc. - August 2004 @ \$39	(410)	(22,796)	(34,535)
Suncor Energy Inc. - July 2004 @ \$36	(300)	(16,500)	(7,975)
The Bank of Nova Scotia - July 2004 @ \$35	(500)	(10,250)	(46,580)
The Dow Chemical Company - July 2004 @ \$40	(200)	(13,497)	(23,093)
The Thomson Corporation - July 2004 @ \$46	(400)	(12,000)	(16,886)
The Toronto-Dominion Bank - July 2004 @ \$46	(400)	(22,400)	(13)
Wal-Mart Stores, Inc. - July 2004 @ \$58	(200)	(17,669)	-
Total Written Covered Call Options		(559,510)	(586,698)
TOTAL OPTIONS		\$ (597,435)	\$ (612,592)
TOTAL INVESTMENTS		\$51,570,630	\$51,308,983

Mulvihill Premium 60 Plus Fund

Notes to Financial Statements

June 30, 2004

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, 2003.

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, 2003.

2. Management Expense Ratio

The management expense ratio is the ratio of all fees and expenses charged to the Fund to average net assets. The following are the management expense ratios for the years ended December 31:

	2003	2002	2001	2000	1999 *
Management expense ratio	1.53%	1.53%	1.53%	1.49%	1.48% **

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

** Annualized

3. Generally Accepted Accounting Principles

The Canadian Institute of Chartered Accountants ("CICA") issued Section 1100, "Generally Accepted Accounting Principles ("GAAP")" of the CICA Handbook - Accounting, which establishes standards for financial reporting. Section 1100 applies to all entities, with the exception of rate-regulated operations, for fiscal years beginning on or after October 1, 2003. As a result, certain disclosures previously considered GAAP by virtue of general use in the investment funds industry, are no longer considered GAAP. This section primarily impacts the disclosure of an investment fund's financial statements, and accordingly, has no impact on the valuation of a fund or in the calculation of the net asset value per unit of a fund. The Funds, in conjunction with other investment industry funds, continue to assess the impact of Section 1100 on their financial statements.

Statement of Portfolio Transactions

A copy of the Statement of Portfolio Transactions (unaudited) for Mulvihill Premium 60 Plus Fund for the period ended June 30, 2004 may be obtained without charge by writing to the Fund at 121 King St. W., Suite 2600, Toronto ON M5H 3T9.

Mulvihill Hybrid Income Funds

Hybrid Income Funds

Managed by Mulvihill Structured Products

Mulvihill Platinum

Mulvihill Pro-AMS *U.S. Fund*

Mulvihill Pro-AMS *RSP 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 Premium *Canadian Fund*

Mulvihill Premium *U.S. Fund*

Mulvihill Premium *Oil & Gas 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 *World Financial Split Corp.*

Mulvihill Summit

Mulvihill Summit *Digital World Fund*

Mutual Funds Managed by Mulvihill Capital Management

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*

Head Office

Mulvihill Capital Management Inc.

121 King St. W., Suite 2600

Toronto ON

M5H 3T9

Tel: 416 681-3966

1 800 725-7172

Fax: 416 681-3901

e-mail: hybrid@mulvihill.com

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



Mulvihill

www.mulvihill.com

Mulvihill Structured Products

Investor Relations

121 King St. W., Suite 2600

Toronto ON

M5H 3T9

Tel: 416 681-3966

1 800 725-7172

Fax: 416 681-3901

e-mail: hybrid@mulvihill.com

Mulvihill Capital Management Inc.

*Please contact your broker directly
for address changes.*