



Mulvihill

Hybrid Income Funds



Semi-Annual Report 2005

Mulvihill Premium *60 Plus Fund*

60 Plus Income Trust

Message to Unitholders

As of June 30, 2005, the net assets of the Fund were \$69.3 million, or \$18.52 per unit, compared to net assets of \$74.3 million, or \$19.42 per unit, at the end of 2004. The Fund's units, listed on the Toronto Stock Exchange as SIX.UN, closed on June 30 trading at \$17.85, down from a closing price of \$19.00 at the end of last year.

Unitholders received regular distributions of \$0.50 per unit for each of the first two quarters, for a total distribution of \$1.00 per unit. These distributions maintained the Fund's target yield of 8 percent per annum, based on the initial unit price of \$25.00.

During the six-month period ending June 30, 2005 the S&P/TSX 60 Index rose 9.5 percent, with the strongest gains made in the energy, utilities and telecommunications sectors. The weakest sectors were information technology, health care and materials. Interest rates remain at low levels, and the series of measured increases made by the U.S. Federal Reserve over the past year may now be coming to an end. Although the Canadian economy is currently expected to grow at a slower pace than the U.S., the Bank of Canada has not ruled out rate increases going forward. Inflation remains under control in both countries. Global economic growth is also slowing, but remains positive, bolstered by China's continuing strong demand for products and services. However, persistently high energy prices are becoming an inhibiting factor in oil-importing countries, as they act like a tax on consumers, depressing domestic demand for other goods. The ever-growing U.S. trade and budget deficits are also causing some concern about the value of the U.S. dollar.

Volatility was low throughout the period, but remained sufficient to maintain option writing programs. However, due to this low volatility, the Fund increased its investment position thereby providing greater income generating capabilities. To offset the risk of added equity exposure the Fund purchased protective puts to mitigate the potential impact of a severe market decline as well as to take advantage of the low cost of this protection.

The Fund's portfolio continues to be widely diversified across economic sectors, including some exposure to U.S. securities, a portion of which continues to be hedged against fluctuations in the exchange rate for Canadian dollars.

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

August 2005

Management's Responsibility for Financial Reporting

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 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.

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
Director
Mulvihill Fund Services Inc.



Sheila S. Szela
Director
Mulvihill Fund Services Inc.

August 2005

Financial Statements

Interim Statements of Net Assets

June 30, 2005 (Unaudited) and December 31, 2004 (Audited)

	2005	2004
ASSETS		
Investments at market value (cost - \$52,162,554; 2004 - \$59,008,484)	\$ 52,002,331	\$ 60,172,411
Short-term investments (cost - \$13,710,962; 2004 - \$15,905,166)	13,652,104	15,859,684
Cash	6,660	28,211
Interest receivable	31,821	36,205
Dividends receivable	149,011	133,849
Due from brokers	5,230,994	1,675,287
TOTAL ASSETS	71,072,921	77,905,647
LIABILITIES		
Due to brokers	1,670,490	11,033
Accrued liabilities	97,740	104,459
Redemptions payable	—	3,499,788
TOTAL LIABILITIES	1,768,230	3,615,280
NET ASSETS, REPRESENTED BY UNITHOLDERS' EQUITY	\$ 69,304,691	\$ 74,290,367
Number of Units Outstanding	3,742,909	3,826,181
Net Asset Value per Unit	\$ 18.5163	\$ 19.4163

Mulvihill Premium 60 Plus Fund

Financial Statements

Interim Statements of Financial Operations

For the six months ended June 30 (Unaudited)

	2005	2004
REVENUE		
Dividends	\$ 561,543	\$ 468,035
Interest, net of foreign exchange	211,097	443,568
Withholding taxes	(18,038)	(17,325)
TOTAL REVENUE	754,602	894,278
EXPENSES		
Management fees	446,551	509,923
Custodian and other expenses	104,031	92,806
Goods and services tax	38,048	41,947
TOTAL EXPENSES	588,630	644,676
Net Investment Income	165,972	249,602
Gain on sale of investments	1,483,188	5,911,678
Change in unrealized appreciation/ depreciation of investments	(1,336,958)	(4,072,650)
Net Gain on Investments	146,230	1,839,028
TOTAL RESULTS OF FINANCIAL OPERATIONS	\$ 312,202	\$ 2,088,630
TOTAL RESULTS OF FINANCIAL OPERATIONS PER UNIT (based on the weighted average number of units outstanding during the period of 3,805,007; 2004 - 4,004,040)		
	\$ 0.0820	\$ 0.5216

Mulvihill Premium 60 Plus Fund

Financial Statements

Interim Statements of Changes in Net Assets

For the six months ended June 30 (Unaudited)

	2005	2004
NET ASSETS, BEGINNING OF PERIOD	\$ 74,290,367	\$ 81,048,109
Total Results of Financial Operations	312,202	2,088,630
Unit Transactions		
Proceeds from reinvestment of distributions	–	76,139
Amount paid for units redeemed	(1,513,333)	–
	(1,513,333)	76,139
Distributions to Unitholders		
From net investment income	(432,314)	–
From net realized gain on sale of investments	(700,910)	(2,138,591)
Non-taxable distributions	(2,651,321)	(1,866,009)
	(3,784,545)	(4,004,600)
Changes in Net Assets during the Period	(4,985,676)	(1,839,831)
NET ASSETS, END OF PERIOD	\$ 69,304,691	\$ 79,208,278
Net Asset Value per Unit	\$ 18.5163	\$ 19.7653
Distribution per Unit		
From net investment income	\$ 0.1130	\$ –
From net realized gain on sale of investments	0.1832	0.5340
Non-taxable distributions	0.7038	0.4660
	\$ 1.0000	\$ 1.0000

Interim Statements of Gain on Sale of Investments

For the six months ended June 30 (Unaudited)

	2005	2004
Proceeds from Sale of Investments	\$ 72,415,612	\$ 70,524,790
Cost of Investments Sold		
Cost of investments, beginning of period	59,008,484	60,443,726
Cost of investments purchased	64,086,494	55,740,016
	123,094,978	116,183,742
Cost of Investments, End of Period	(52,162,554)	(51,570,630)
	70,932,424	64,613,112
GAIN ON SALE OF INVESTMENTS	\$ 1,483,188	\$ 5,911,678

Mulvihill Premium 60 Plus Fund

Financial Statements

Statement of Investments

June 30, 2005 (Unaudited)

	Par Value/ Number of Shares	Average Cost	Market Value
SHORT-TERM INVESTMENTS			
Treasury Bills			
Government of Canada - July 28, 2005	980,000	\$ 973,523	\$ 973,523
Government of Canada - August 25, 2005	4,335,000	4,307,155	4,307,155
Government of Canada - September 22, 2005	6,170,000	6,129,279	6,129,279
Total Treasury Bills		11,409,957	11,409,957
Discount Commercial Paper			
Canadian Wheat Board, USD - August 4, 2005	175,000	214,994	212,795
Canadian Wheat Board, USD - August 10, 2005	540,000	669,602	656,539
Canadian Wheat Board, USD - August 23, 2005	1,130,000	1,416,409	1,372,813
Total Discount Commercial Paper		2,301,005	2,242,147
		13,710,962	13,652,104
Accrued Interest			31,821
TOTAL SHORT-TERM INVESTMENTS		\$ 13,710,962	\$ 13,683,925
INVESTMENTS			
Canadian Common Shares			
Consumer Discretionary			
Canadian Tire Corporation Ltd.	36,000	\$ 2,007,794	\$ 2,038,320
Rogers Communications, Class B	24,000	971,136	964,800
The Thomson Corporation	40,000	1,807,716	1,640,800
Total Consumer Discretionary		4,786,646	4,643,920
Consumer Staples			
Loblaw Companies Ltd.	36,000	2,570,362	2,603,160
Energy			
Enbridge Inc.	68,000	2,190,198	2,376,600
EnCana Corporation	56,000	2,218,936	2,706,480
Imperial Oil Ltd.	24,000	2,161,826	2,448,480
Petro-Canada	17,000	1,249,546	1,355,750
Precision Drilling Corporation	34,000	1,536,708	1,641,860
Total Energy		9,357,214	10,529,170
Financials			
Canadian Imperial Bank of Commerce	20,000	1,477,894	1,515,800
Manulife Financial Corporation	46,000	2,647,336	2,691,460
National Bank of Canada	34,000	1,846,521	1,849,940
Royal Bank of Canada	30,000	2,205,951	2,277,000
Sun Life Financial Services of Canada Inc.	36,000	1,396,067	1,485,720
The Bank of Nova Scotia	69,000	2,466,017	2,797,260
The Toronto-Dominion Bank	30,000	1,670,490	1,639,200
Total Financials		13,710,276	14,256,380

Financial Statements

Statement of Investments (continued)

June 30, 2005 (Unaudited)

	Number of Shares	Average Cost	Market Value
INVESTMENTS (continued)			
Canadian Common Shares (continued)			
Industrials			
Canadian National Railway Company	18,000	1,286,608	1,272,240
CP Railway Limited	23,000	990,619	974,970
Total Industrials		2,277,227	2,247,210
Information Technology			
Nortel Networks Corporation	300,000	1,056,444	957,000
Materials			
Agrium Inc.	27,000	654,642	646,380
Alcan Inc.	54,000	2,733,548	1,986,120
Barrick Gold Corp.	26,000	731,120	795,600
Placer Dome Inc.	40,000	767,878	750,000
Total Materials		4,887,188	4,178,100
Telecommunication Services			
BCE Inc.	72,500	2,157,999	2,102,500
TELUS Corporation	45,000	1,697,578	1,937,700
Total Telecommunication Services		3,855,577	4,040,200
Utilities			
TransCanada Corp.	55,000	1,782,875	1,773,200
Total Canadian Common Shares		\$ 44,283,809	\$ 45,228,340

United States Common Shares

Consumer Staples			
PepsiCo Inc.	18,000	\$ 1,299,956	\$ 1,188,962
Procter & Gamble Co.	10,000	712,092	646,082
Total Consumer Staples		2,012,048	1,835,044
Financials			
Citigroup Inc.	25,000	1,480,596	1,415,562
Health Care			
Amgen Inc.	20,000	1,586,917	1,481,028
Industrials			
General Electric Company	36,000	1,661,919	1,527,815
Information Technology			
Microsoft Corporation	42,000	1,503,573	1,277,809
Total for United States Common Shares		\$ 8,245,053	\$ 7,537,258

Mulvihill Premium 60 Plus Fund

Financial Statements

Statement of Investments (continued)

June 30, 2005 (Unaudited)

	Market Value
INVESTMENTS (continued)	
Forward Exchange Contracts	
Sold USD \$716,000, Bought CAD \$892,757 @ 0.802010 - July 6, 2005	\$ 15,918
Sold USD \$926,000, Bought CAD \$1,148,143 @ 0.806520 - July 13, 2005	14,311
Sold USD \$219,000, Bought CAD \$276,672 @ 0.791550 - July 20, 2005	8,563
Sold USD \$557,000, Bought CAD \$700,664 @ 0.794960 - July 27, 2005	18,868
Sold USD \$1,185,000, Bought CAD \$1,475,441 @ 0.803150 - August 10, 2005	25,456
Sold USD \$650,000, Bought CAD \$809,404 @ 0.803060 - August 17, 2005	14,200
Sold USD \$397,000, Bought CAD \$489,700 @ 0.810700 - September 1, 2005	4,210
Sold USD \$469,000, Bought CAD \$573,062 @ 0.818410 - September 14, 2005	(280)
Total Forward Exchange Contracts	\$ 101,246

	Number of Contracts	Average Cost/ Proceeds	Market Value
OPTIONS			
Purchased Put Options (100 shares per contract)			
The Standard & Poor's 100 Index - July 2005 @ \$550	1,900	\$ 19,015	\$ 5,920
The Standard & Poor's 100 Index - August 2005 @ \$524	922	9,462	286
The Standard & Poor's 100 Index - September 2005 @ \$529	901	8,867	1,061
The Standard & Poor's 100 Index - September 2005 @ \$540	3,800	24,047	11,197
The S&P/TSX 60 Index - July 2005 @ \$508	112	90,048	117
The S&P/TSX 60 Index - August 2005 @ \$497	48	32,016	101
The S&P/TSX 60 Index - September 2005 @ \$503	47	35,720	802
The S&P/TSX 60 Index - September 2005 @ \$513	260	135,200	12,562
The S&P/TSX 60 Index - October 2005 @ \$538	160	92,160	78,462
Total Purchased Put Options		446,535	110,508

Written Cash Covered Put Options (100 shares per contract)			
Agrium Inc. - July 2005 @ \$24	(270)	\$ (18,900)	\$ (5,969)
Bank of Montreal - July 2005 @ \$55	(132)	(4,950)	(44)
Rogers Communications, Class B - August 2005 @ \$39	(240)	(20,280)	(14,771)
Sun Life Financial Services of Canada Inc. - August 2005 @ \$41	(180)	(6,930)	(11,625)

Financial Statements

Statement of Investments (continued)

June 30, 2005 (Unaudited)

	Number of Contracts	Proceeds	Market Value
INVESTMENTS (continued)			
OPTIONS (continued)			
Written Cash Covered Put Options (100 shares per contract) (continued)			
Suncor Energy Inc. - July 2005 @ \$51	(240)	(27,120)	(611)
The Allstate Corporation - August 2005 @ \$60	(200)	(16,757)	(14,526)
Total Written Cash Covered Put Options		(94,937)	(47,546)
Written Covered Call Options (100 shares per contract)			
Agrium Inc. - July 2005 @ \$25	(270)	(19,980)	(1,994)
Amgen Inc. - July 2005 @ \$62	(200)	(20,619)	(2,322)
Canadian Imperial Bank of Commerce - August 2005 @ \$75	(200)	(15,700)	(34,732)
Canadian Tire Corporation Ltd. - July 2005 @ \$59	(360)	(55,440)	(7,662)
Citigroup Inc. - July 2005 @ \$48	(94)	(8,618)	(16)
Citigroup Inc. - August 2005 @ \$48	(94)	(5,122)	(590)
CP Railway Limited - July 2005 @ \$47	(230)	(18,170)	(311)
Enbridge Inc. - July 2005 @ \$34	(680)	(30,090)	(100,846)
EnCana Corporation - July 2005 @ \$43	(560)	(110,320)	(286,482)
General Electric Company - July 2005 @ \$37	(360)	(36,571)	(1,555)
Imperial Oil Ltd. - July 2005 @ \$90	(120)	(28,920)	(144,965)
Loblaw Companies Ltd. - August 2005 @ \$74	(360)	(40,860)	(27,243)
Manulife Financial Corporation - July 2005 @ \$59	(230)	(15,985)	(9,381)
National Bank of Canada - July 2005 @ \$55	(170)	(7,650)	(3,702)
Nortel Networks Corporation - July 2005 @ \$4	(2,250)	(40,500)	(6,602)
PepsiCo Inc. - August 2005 @ \$56	(180)	(15,283)	(3,052)
Petro-Canada - August 2005 @ \$76	(170)	(51,680)	(88,397)
Precision Drilling Corporation - July 2005 @ \$50	(340)	(65,280)	(30,035)
Procter & Gamble Co. - July 2005 @ \$55	(100)	(6,439)	(513)
Rogers Communications, Class B - August 2005 @ \$41	(240)	(28,080)	(17,480)
Royal Bank of Canada - July 2005 @ \$76	(200)	(14,200)	(22,177)
Sun Life Financial Services of Canada Inc. - July 2005 @ \$41	(240)	(13,080)	(25,993)
TELUS Corporation - July 2005 @ \$42	(225)	(15,187)	(33,096)
The Bank of Nova Scotia - July 2005 @ \$40	(308)	(9,856)	(28,171)
The Bank of Nova Scotia - August 2005 @ \$41	(191)	(6,971)	(13,151)
The Thomson Corporation - August 2005 @ \$43	(200)	(5,600)	(2,932)
The Toronto-Dominion Bank - August 2005 @ \$57	(300)	(18,780)	(14,513)
TransCanada Corp. - August 2005 @ \$33	(550)	(12,925)	(19,562)
Total Written Covered Call Options		(717,906)	(927,475)
TOTAL OPTIONS		\$ (366,308)	\$ (864,513)
TOTAL INVESTMENTS		\$ 52,162,554	\$ 52,002,331

Notes to Financial Statements

June 30, 2005

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, 2004.

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, 2004, except for new policies adopted for purchased put option transactions. These new policies are as follows:

Investment Transactions and Income

Realized gains and losses relating to purchased put options may arise from:

- (i) Expiration of purchased put options whereby realized losses are equivalent to the premium paid;
- (ii) Settlement of purchased put options whereby realized gains are equivalent to the difference between the exercise price of the option less the premium paid; and
- (iii) Sale of purchased put options whereby realized gains or losses are equivalent to the sale proceeds, net of any premium paid.

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, 2005 may be obtained without charge by writing to the Fund at 121 King St. W., Suite 2600, Toronto, Ontario M5H 3T9.

Mulvihill Premium 60 Plus Fund

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 Fund*

Mulvihill Summit

Mulvihill Summit *Digital World 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

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Mulvihill Structured Products

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